# MMP Industries Limited

# ANNUAL REPORT

# 2024-2025

# Board of Directors

*Mr. ARUN RAGHUVIRRAJ BHANDARI*
*Chairman & Managing Director*

*Mr. SUNIL KHANNA*
*Non-executive, Independent Director*

*Ms. ULKA KULKARNI*
*Non-executive, Independent Director*

*Mr. VIJAY SINGH BAPNA*
*Non-executive, Independent Director*

*Mr. SANJAY SACHETI*
*Non-executive, Independent Director*

*Mr. SACHIN NIRGUDKAR*
*Non-executive, Independent Director*

*Ms. ROHINI BHANDARI*
*Non-executive, Independent Director*

*Mr. LALIT BHANDARI*
*Whole-time Director*

*Mr. MAYANK BHANDARI*
*Non-executive, Director*

*Mr. TENNETI NARASIMHAM MURTHY*
*Whole-time Director*

# CORPORATE INFORMATION

| | | |
|---|---|---|
| **BOARD OF DIRECTORS** | Mr. ARUN RAGHUVEER RAJ BHANDARI<br>DIN: 00008901 | Chairman & Managing Director |
| | Mr. SANJAY SACHETI<br>DIN: 00271310 | Non-executive, Independent Director |
| | Mr. SACHIN NIRGUDKAR<br>DIN: 06890618 | Non-executive, Independent Director |
| | Ms. ULKA KULKARNI<br>DIN: 07085469 | Non-executive, Independent Director |
| | Mr. VIJAY SINGH BAPNA<br>DIN: 02599024 | Non-executive, Independent Director |
| | Mr. SUNIL KHANNA<br>DIN: 00907147 | Non-executive, Independent Director |
| | Mr. LALIT RANJEET RAJ BHANDARI<br>DIN: 00010934 | Whole-time Director |
| | Mr. TENNETI NARASIMHAM MURTHY<br>DIN: 08342116 | Whole-time Director |
| | MR. MAYANK ARUN BHANDARI<br>DIN: 01176865 | Non-executive, Non Independent Director |
| | MS. ROHINI BHANDARI<br>DIN:06458838 | Non-Executive, Non Independent Director |
| **CHIEF FINANCIAL OFFICER** | CA SHARAD MOHANLAL KHANDELWAL | |
| **COMPANY SECRETARY** | CS MADHURA UBALE | |
| **STATUTORY AUDITORS** | M/s. MANISH N. JAIN & CO., CHARTERED ACCOUNTANTS, NAGPUR | |
| **SECRETARIAL AUDITOR** | M/s. VAIBHAV JACHAK & CO., COMPANY SECRETARIES, NAGPUR | |
| **COST AUDITORS** | M/s. KHANUJA PATRA & ASSOCIATES, COST ACCOUNTANTS, NAGPUR | |
| **INTERNAL AUDITORS** | M/s NITIN ALSHI AND ASSOCIATES, CHARTERED ACCOUNTANTS, NAGPUR | |
| **BANKERS** | AXIS BANK LIMITED<br>KOTAK BANK LIMITED<br>CITIBANK, N.A. | |
| **REGISTERED OFFICE** | 211, SHRI MOHINI, 345, KINGSWAY, NAGPUR – 440 001, MH – IN | |
| **CORPORATE OFFICE** | B-24, HINGNA MIDC AREA, HINGNA, NAGPUR – 440 016, MH – IN | |
| **WORKS** | UNIT 1: MMP Industries Limited, Village Maregaon, Post Shahapur, Dist. Bhandara – 441906, MH, IN.<br>UNIT 2: H. M. Engineering (I & II), B-16/2 and B-16/6, MIDC Butibori, Nagpur - 441122, MH, IN.<br>UNIT 3: Mars Industries, Village Neri, P.O. Warthi, Tah. Mohadi, Dist. Bhandara – 441905, MH, IN.<br>UNIT 4: NPM Industries, B-28, MIDC area, Hingna Road, Digdoh, Hingna, Nagpur - 440016, MH, IN.<br>UNIT 5: MMP Industries Limited, Plot No. D-15/2 & D-16, MIDC Umred, Umred 441203, MH, IN. | |
| **WEBSITE** | www.mmpil.com | |
| **REGISTRAR & SHARE TRANSFER AGENT** | BIGSHARE SERVICES PRIVATE LIMITED, MUMBAI | |

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# MMP INDUSTRIES LIMITED

**Corporate Identification Number (CIN) – L 32300 MH 1973 PLC 030813**
**Registered Office: 211, Shri Mohini, 345, Kingsway, Nagpur – 440001, MH, IN**
**Tel No.: +91 712 2533 585 Fax No.: +91 712 2530 461**
**E-mail: companysecretary@mmpil.com; Website: www.mmpil.com**

## NOTICE

NOTICE is hereby given that the Fifty-second (52nd) Annual General Meeting of the Shareholders (Members) of MMP Industries Limited will be held on Monday, the 8th day of September 2025 at 11.00 A.M. through Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') facility, to transact the following business: -

**ORDINARY BUSINESS**

**1.** To receive, consider and adopt the Audited Financial Statements (Standalone & Consolidated) of the Company for the year 2024-25 ended 31st March, 2025, comprising of the Balance Sheet as at 31st March 2025, Statement of Profit & Loss and Statement of Cash Flow for the year 2024-25 ended 31st March, 2025, together with the Report of the Statutory Auditors and Board's Report thereon.

**2.** To declare a final dividend of Rs. 2/- per equity share for the year ended March 31, 2025.

**3.** To appoint a Director in place of Mr. T. N. Murthy, (DIN -08342116), [Category –Executive], who retires by rotation and, being eligible, offers himself for re-appointment.

**SPECIAL BUSINESS**

**4. Ratification of Remuneration of Cost Auditors of the Company**

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification/s or re-enactment/s thereof, for the time being in force), M/s Khanuja Patra & Associates, Cost Accountants, Nagpur [Firm Registration No. 00214], whose appointment as the Cost Auditors of the Company, for the financial year 2024-25 ending 31st March 2025, has been duly approved by the Board of Directors based on the recommendations of the Audit Committee of the Company, be paid a sum Rs.70,000/- (Rupees Seventy Thousand) only plus applicable tax (GST) and reimbursement of actual out of pocket expenses, if any, as a remuneration for audit of cost records of the Company for the financial year 2025-26 ending 31st March 2026, as recommended by the Board of Directors based on the recommendations of the Audit Committee of the Company, be and are hereby ratified."

**5. Appointment of Mr. Sachin Nirgudkar as a director and as an Independent Director**

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

**"RESOLVED THAT Mr. Sachin Nirgudkar (DIN - 06890618)** who was appointed by the Board of Directors as an Additional Director(Independent, Non-Executive) of the Company with effect from 8th August, 2025 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Companies Act, 2013 ("Act") and Articles of Association of the Company but who is eligible for appointment, in respect of whom the Company has received a notice in writing from a member under Section 160(1) of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director (Independent, Non-Executive) of the Company.

**RESOLVED FURTHER THAT** pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Act, the Companies (Appointment and Qualifications of Directors) Rules, 2014, read with Schedule IV to the Act and Regulation 17 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time, the appointment of Mr. Sachin Nirgudkar who meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect, and who is eligible for appointment as an Independent Director of the Company, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of five years commencing 8st August, 2025 to 7th August 2030 be and is hereby approved.

**RESOLVED FURTHER THAT** Board of Directors of the Company be and are hereby severally authorized to do and perform all such acts, deeds, matters and things, as may be considered necessary, desirable or expedient to give effect to this resolution."

**6. Appointment of Ms. Rohini Bhandari as Non- Executive Director**

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

"**RESOLVED THAT** Ms. Rohini Arun Bhandari (DIN: 06458838),who was appointed as an Additional Director (Category - Promoter, Non-Executive) of the Company w.e.f. 8th August, 2025 by the Board of Directors and who holds office upto the date of this Annual General Meeting in terms of Section 161 and other applicable provisions of the Companies Act, 2013 ("the Act") read with Companies (Appointment and Qualification of Directors) Rules, 2014 and the Article of Association, and pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, and being eligible, offer herself for appointment, and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a Member signifying his intention to propose Ms. Rohini Arun Bhandari's candidature for the office of the Director, be and is hereby appointed as a Director (Category - Promoter, Non-Executive) of the Company, liable to retire by rotation, with effect from the date of this Meeting."

**RESOLVED FURTHER THAT** Board of Directors of the Company be and are hereby severally authorized to do and perform all such acts, deeds, matters and things, as may be considered necessary, desirable or expedient to give effect to this resolution.

**By Order of the Board**
**Sd/-**
**Madhura Ubale**
**CS & Compliance Officer**

**MMP Industries Limited**
**CIN L32300MH1973PLC030813**
211, Shrimohini, 345, Kingsway
Nagpur - 440001, MH, IN
**Place: Nagpur**
**Date: 8th August, 2025**

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**NOTES:-**

1. The General Circular Nos. 14/2020 dated April 08, 2020, No. 17/2020 dated April 13, 2020, No. 20/2020 dated May 05, 2020 and various subsequent Circulars latest being No. 09/2024 dated September 19, 2024 issued by the Ministry of Corporate Affairs (collectively referred to as "MCA Circulars") permitted the holding of the Meeting through Video Conferencing/Other Audio Visual Means (VC/OAVM), without the physical presence of the Shareholders at a common venue. In compliance with the provisions of the Companies Act, 2013 (the "Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the MCA Circulars, the Annual General Meeting ("AGM") of the Company is being held through VC/OAVM. The venue of AGM shall be deemed to be the Registered Office of the Company.
2. As the AGM shall be conducted through VC / OAVM, physical attendance of members is not required and the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.
3. The Explanatory Statement pursuant to Section 102 of the Act setting out material facts concerning the business under Item Nos. 4 to 6 of the Notice is annexed hereto. The relevant details pursuant to Regulation 36(3) of the Listing Regulations and Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India (ICSI), in respect of Directors seeking appointment/re- appointment at this AGM are also annexed. Mr. Arun Raghuvirraj Bhandari and Ms. Rohini Bhandari are relatives of each other as defined under Section 2(77) of the Companies Act, 2013.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before & after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include 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. The detailed instructions for joining the Meeting through VC/OAVM forms part of this notes.

5. Institutional / Corporate shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF / JPG Format) of their respective Board or governing body Resolution / Authorisation etc., authorising their representative to attend the AGM through VC / OAVM on their behalf and to vote through remote e-Voting. The said Resolution / Authorisation shall be sent to the Scrutiniser by e-mail on its registered e-mail address to cshelpdesk09@gmail.com, csvaibhavj@gmail.com with a copy marked to companysecretary@mmpil.com.

6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.

7. In line with aforementioned MCA and SEBI Circulars, the Notice of the AGM along with the Annual Report 2024-25 is being sent only through e-mail, to those Members whose e-mail addresses are registered with the Company/ Registrar & Share Transfer Agent (RTA)/ Depository Participant/ Depositories. The Notice convening the 52nd AGM has been uploaded on the website of the Company at www.mmpil.com and may also be accessed from the relevant section of the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at www.nseindia.com.

8. Record Date, Book Closure and Dividend:

   a) The Company has fixed **Monday, 1st September, 2025** as the **'Record Date'** for determining entitlement of members to dividend for the financial year ended 31st March, 2024, if approved at the AGM.

   b) The Register of Members and the Share Transfer Books of the Company will be closed from Monday, 1st September, 2025 to 8th September, 2025 (both days inclusive).

   c) If the dividend, as recommended by the Board of Directors, is approved at the AGM, payment of such dividend subject to deduction of tax at source will be made within 30 days from the date of AGM as under:

      i. To all Beneficial Owners in respect of shares held in dematerialised form as per the data as may be made available by the National Securities Depository Limited ("NSDL") and the Central Depository Services (India) Limited ("CDSL"), collectively "Depositories", as of end of day on **Monday, 1st September, 2025;**

9. Pursuant to Finance Act 2020, dividend income is taxable in the hands of shareholders w.e.f. 1st April, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, please refer to the Finance Act, 2020 and the amendments thereof. The shareholders are requested to update their PAN with the Depository Participant (if shares held in electronic form) and Company / RTA (if shares held in physical form). A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G / 15H, to avail the benefit of non-deduction of tax at source by e-mail to companysecretary@mmpil.com / tds@bigshareonline.com by 11:59 p.m. IST on 1st September, 2025. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%. Non-resident shareholders [including Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)] can avail beneficial rates under tax treaty between India and their country of tax residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits. For this purpose the shareholder may submit the above documents (PDF / JPG Format) by e-mail to companysecretary@mmpil.com / tds@bigshareonline.com. The aforesaid declarations and documents need to be submitted by the shareholders by 11:59 p.m. IST on 1st September, 2025.

10. Members are also requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, PAN, registering of nomination, power of attorney registration, Bank Mandate details, etc. to Registrar/respective DPs as may be applicable.

11. Updation of bank mandate for receiving dividends directly in bank account through Electronic Clearing System or any other electronic means in a timely manner:

    **a. Shares held in electronic form:** Members may please note that their bank details as furnished by the respective Depositories to the Company will be considered for remittance of dividend as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such Members for change/addition/ deletion in such bank details. Accordingly, the Members holding shares in demat form are requested to update their Electronic Bank Mandate with their respective Depository Participants (DP).

12. Members seeking any information with regard to the financial statements or any matter to be placed at the AGM, are requested to write to the Company on or before 1st September, 2025 through e-mail on companysecretary@mmpil.com The same will be replied by the Company suitably.

13. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DPs and holdings should be verified from time to time.

**THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:**

i. The voting period begins on Thursday, 4th September, 2025 at 9.00 a,m, and ends on Sunday, 7th September, 2025 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date- 1st September, 2025 may cast their vote electronically. The e-voting module shall be disabled by Bigshare for voting thereafter.

ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

iii. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020,** under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) 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.

iv. In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

1. Pursuant to above said SEBI Circular**,** Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:

| **Type of shareholders** | **Login Method** |
|---|---|
| Individual Shareholders holding securities in Demat mode with **CDSL** | 1) 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 URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.<br>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of **BIGSHARE** the e-Voting service provider and you will be re-directed to **i-Vote** website 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 i.e. **BIGSHARE**, so that the user can visit the e-Voting service providers' website directly.<br>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration<br>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a link 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 evoting is in progress, and also able to directly access the system of all e-Voting Service Providers. Click on **BIGSHARE** and you will be re-directed to **i-Vote** website for casting your vote during the remote e-voting period. |

| | |
|---|---|
| Individual Shareholders holding securities in demat mode with **NSDL** | 1) 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 **BIGSHARE** and you will be re-directed to **i-Vote** website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.<br>2) 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<br>3) 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 **BIGSHARE** and you will be redirected to **i-Vote** 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** | 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.comor contact at 022- 23058738 and 22-23058542-43. |
| 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 toll free no.: 1800 1020 990 and 1800 22 44 30 |

2. **Login method for e-Voting for shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:**

- You are requested to launch the URL on internet browser: https://ivote.bigshareonline.com
- Click on "**LOGIN**" button under the '**INVESTOR LOGIN**' section to Login on E-Voting Platform.
- Please enter you '**USER ID'** (User id description is given below) and '**PASSWORD'** which is shared separately on you register email id.
    - o Shareholders holding shares in **CDSL demat account should enter 16 Digit Beneficiary ID** as user id.

- o Shareholders holding shares in **NSDL demat account should enter 8 Character DP ID followed by 8 Digit Client ID** as user id.
- o Shareholders holding shares in **physical form should enter Event No + Folio Number** registered with the Company as user id.

***Note*** *If you have not received any user id or password please email from your registered email id or contact i-vote helpdesk team. (Email id and contact number are mentioned in helpdesk section).*

- Click on **I AM NOT A ROBOT (CAPTCHA)** option and login.

  **NOTE**: If Shareholders are holding shares in demat form and have registered on to e-Voting system of https://ivote.bigshareonline.com and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on '**LOGIN**' under '**INVESTOR LOGIN**' tab and then Click on '**Forgot your password**?
- Enter "**User ID"** and "**Registered email ID**" Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on '**Reset**'.

  *(In case a shareholder is having valid email address, Password will be sent to his / her registered e-mail address).*

  **Voting method for shareholders on i-Vote E-voting portal:**

- After successful login, **Bigshare E-voting system** page will appear.
- Click on "**VIEW EVENT DETAILS (CURRENT)**" under '**EVENTS**' option on investor portal.
- Select event for which you are desire to vote under the dropdown option.
- Click on **"VOTE NOW"** option which is appearing on the right hand side top corner of the page.
- Cast your vote by selecting an appropriate option "**IN FAVOUR**", "**NOT IN FAVOUR**" or "**ABSTAIN**" and click on "**SUBMIT VOTE**". A confirmation box will be displayed. Click "**OK**" to confirm, else "**CANCEL**" to modify. Once you confirm, you will not be allowed to modify your vote.
- Once you confirm the vote you will receive confirmation message on display screen and also you will receive an email on your registered email id. During the voting period, members can login any number of times till they have voted on the resolution(s). Once vote on a resolution is casted, it cannot be changed subsequently.
- Shareholder can "**CHANGE PASSWORD**" or "**VIEW/UPDATE PROFILE**" under "**PROFILE**" option on investor portal.

**3. Custodian registration process for i-Vote E-Voting Website:**

- You are requested to launch the URL on internet browser: https://ivote.bigshareonline.com
- Click on "**REGISTER**" under "**CUSTODIAN LOGIN**", to register yourself on Bigshare i-Vote e-Voting Platform.
- Enter all required details and submit.
- After Successful registration, message will be displayed with **"User id and password will be sent via email on your registered email id"**.

  **NOTE**: If Custodian have registered on to e-Voting system of https://ivote.bigshareonline.com and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on '**LOGIN**' under '**CUSTODIAN LOGIN**' tab and further Click on '**Forgot your password**?
- Enter "**User ID"** and "**Registered email ID**" Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on '**RESET**.

  *(In case a custodian is having valid email address, Password will be sent to his / her registered e-mail address).*

**Voting method for Custodian on i-Vote E-voting portal:**

- After successful login, **Bigshare E-voting system** page will appear.

**Investor Mapping:**

- First you need to map the investor with your user ID under "**DOCUMENTS**" option on custodian portal.
  - o Click on "**DOCUMENT TYPE**" dropdown option and select document type power of attorney (POA).
  - o Click on upload document "**CHOOSE FILE**" and upload power of attorney (POA) or board resolution for respective investor and click on "**UPLOAD**".

  **Note**: The power of attorney (POA) or board resolution has to be named as the "**InvestorID.pdf**" (Mention Demat account number as Investor ID.)
  - o Your investor is now mapped and you can check the file status on display.

**Investor vote File Upload:**

- To cast your vote select "**VOTE FILE UPLOAD**" option from left hand side menu on custodian portal.
- Select the Event under dropdown option.
- Download sample voting file and enter relevant details as required and upload the same file under upload document option by clicking on "**UPLOAD**". Confirmation message will be displayed on the screen and also you can check the file status on display (Once vote on a resolution is casted, it cannot be changed subsequently).
- Custodian can "**CHANGE PASSWORD**" or "**VIEW/UPDATE PROFILE**" under "**PROFILE**" option on custodian portal.

**Helpdesk for queries regarding e-voting:**

| Login type | Helpdesk details |
|---|---|
| Shareholder's other than individual shareholders holding shares in Demat mode & Physical mode. | In case shareholders/ investor have any queries regarding E-voting, you may refer the Frequently Asked Questions ('FAQs') and i-Vote e-Voting module available at https://ivote.bigshareonline.com, under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22. |

**4. Procedure for joining the AGM/EGM through VC/ OAVM:**

**For shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:**

- The Members may attend the AGM through VC/ OAVM at https://ivote.bigshareonline.com under Investor login by using the e-voting credentials (i.e., User ID and Password).
- After successful login, **Bigshare E-voting system** page will appear.
- Click on "**VIEW EVENT DETAILS (CURRENT)**" under '**EVENTS**' option on investor portal.
- Select event for which you are desire to attend the AGM/EGM under the dropdown option.
- For joining virtual meeting, you need to click on "VC/OAVM" link placed beside of "**VIDEO CONFERENCE LINK"** option.
- Members attending the AGM/EGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

**The instructions for Members for e-voting on the day of the AGM/EGM are as under:-**

- The Members can join the AGM/EGM in the VC/ OAVM mode 15 minutes before the scheduled time of the commencement of the meeting. The procedure for e-voting on the day of the AGM/EGM is same as the instructions mentioned above for remote e-voting.
- Only those members/shareholders, who will be present in the AGM/EGM 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 in the AGM/EGM.
- Members who have voted through Remote e-Voting will be eligible to attend the EGM. However, they will not be eligible to vote at the AGM/EGM.

**Helpdesk for queries regarding virtual meeting:**

In case shareholders/ investor have any queries regarding virtual meeting, you may refer the Frequently Asked Questions ('FAQs') available at https://ivote.bigshareonline.com, under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22.

## EXPLANATORY STATEMENT

## PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

**Item No. 04**

**Ratification of Remuneration of Cost Auditors of the Company**

On recommendations of the Audit Committee, the Board of Directors of the Company, at its meeting held on 8th August, 2025, approved and appointed, M/s Khanuja Patra & Associates, Cost Accountants, Nagpur [Firm Registration No. 00214] as the Cost Auditors of the Company for the FY 2025-26 ending 31st March 2026 to audit the cost records of the Company at a remuneration of Rs. 70,000/- (Rupees Seventy Thousand) Only, plus applicable tax (GST) and reimbursement of actual out of pocket expenses, if any.

Pursuant to the provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (as amended), the remuneration as recommended by the Board of Directors, is subject to ratification by the Shareholders (Members) of the Company. None of the Director/s, Key Managerial Personnel (KMP) of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the said Resolution.

Accordingly, the Board of Directors of the Company recommends the Ordinary Resolution for ratification of the Shareholders (Members) in the interest of the Company.

**Item No, 5**

**Appointment of Mr. Sachin Nirgudkar as Independent Director**

On the recommendation of Nomination and Remuneration Committee and Board of Directors of the Company, has considered and approved, the appointment of Mr. Sachin Nirgudkar (DIN - 06890618), as an Additional Director (Category - Non-executive, Independent) of the Company to hold the office till the conclusion of ensuing Annual General Meeting of the company.

In terms of Section 161(1) of the Companies Act, 2013 read with Articles of Association of the Company, Mr. Sachin Nirgudkar holds office as an Additional Director only up to the date of the forthcoming Annual General Meeting. The Company has received a notice from a member under Section 160 of the Companies Act, 2013, proposing the candidature of Mr. Sachin Nirgudkar for the office of Director (Category - Non-executive, Independent) of the Company, not liable to retire by rotation, for a term of 5 years i.e. from 8th August 2025 to 7th August, 2030.

The Company has received declaration from Mr. Sachin Nirgudkar to the effect that he meets the criteria of independence as provided in Section 149(6) of the Act read with the Rules framed thereunder and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"). In terms of Regulation 25(8) of SEBI Listing Regulations, he has confirmed that he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties. In the opinion of the Board, Sachin Nirgudkar fulfills the conditions specified in the Act, Rules and SEBI Listing Regulations for appointment as Independent Director and he is independent of the management of the Company.

The Board, based on the recommendation of Nomination and Remuneration Committee, considers that given his skills, integrity, expertise and experience, the association of Sachin Nirgudkar would be beneficial to the Company and it is desirable to avail his services as an Independent Director

Mr. Sachin Nirgudkar, may be deemed to be interested in the Resolution set out at Item No. 5 of the Notice with regard to his appointment as a Director (Category - Non-executive, Independent) of the Company.

Except Mr. Sachin Nirgudkar, for himself, being the appointee, none of the other Director/s, Key Managerial Personnel of the Company, and their relatives, are, in any way, concerned or interested, financially or otherwise, in the said Resolution.

The Board of Directors recommends the Special Resolution for approval of the Shareholders (Members) in the interest of the Company.

**Item No. 6**

The Board of Directors, upon the recommendation of Nomination, Remuneration and Compensation (NRC)Committee, had appointed Ms. Rohini Arun Bhandari (DIN: 06458838) as an Additional Director (Category – Promoter, Non-executive) from 8th August, 2025.

In terms of Section 161(1) of the Companies Act, 2013 read with Articles of Association of the Company, Ms. Rohini Arun Bhandari holds office as an Additional Director only up to the date of the forthcoming Annual General Meeting. The Company has received a notice from a member under Section 160 of the Companies Act, 2013, proposing the candidature of Ms. Rohini Arun Bhandari for the office of Director of the Company.

Considering his knowledge, skills and experience, the Board of Directors, upon the recommendation of NRC committee, has recommended/approved the appointment of Ms. Rohini Arun Bhandari as a Director of the Company, liable to retire by rotation. The Company has received consent in writing from him to act as Director of the Company and declarations that he is not disqualified to act as Director under Section 164(2) of the Act and is not debarred from holding the office by virtue of any SEBI Order or any other authority. In the opinion of the Board, Ms. Rohini Arun Bhandari fulfils the conditions specified in the Act/Regulations.

The Board recommends the Ordinary Resolution set out at Item No. 6 of the Notice for the approval of the members.

The brief profile, specific areas of his expertise and other information as required under SEBI (LODR) Regulations and Secretarial Standard 2, is provided at the end of the notice.

No Director, Key Managerial Personnel and their relatives, except appointee himself, Mr. Arun Raghuvirraj Bhandari (Father), Mr. Mayank Arun Bhandari (Brother) and Mr. Lalit Bhandari (Unlce) is in any way, concerned or interested in the resolution.

**For MMP Industries Limited**

**Sd/-**

**Madhura Ubale**

**CS & Compliance Officer**

**Place: Nagpur**

**Date: 8th August, 2025**

**Details of Director/s seeking appointment / re-appointment at the Fiftieth (50th) Annual General Meeting of the Company**

[Pursuant to Regulations 26(4) and 36(6) of the SEBI Listing Regulations and Secretarial Standards on General Meeting]

**BRIEF PROFILE OF DIRECTORS**

| Name of Director & DIN | Mr. Tenneti Narasimham Murthy [DIN – 083421160] | Mr. Sachin Nirgudkar [DIN- 06890618] | Ms. Rohini Bhandari [DIN: 06458838] |
|---|---|---|---|
| Brief Resume | Mr. Tenneti Narasimham Murthy, has over 24 Years' corporate working experience in various aspects of Human Resources, Industrial (Employees) Relations, Contract Management, Welfare, Administration, Training & Development, Performance Appraisal, and related activities, including Statutory Compliances | With over 30 years in manufacturing and engineering, he specia.lizes in business transformation, technology integration, and global operations.<br>As Partner at Industrial Interface India (3i), he promotes advanced manufacturing solutions for the automotive sector. Previously, he led the turnaround of ABP Induction Systems (India) and held leadership roles at Schuler India and the Mahindra Group. | Ms. Rohini Bhandari, aged 36 years, is a qualified legal professional with significant experience in the legal domain. She holds a Master's degree in Law from Columbia University, USA, and a Bachelor's degree in Law from the prestigious ILS Law College, Pune.<br>Ms. Bhandari has worked with reputed legal firms based in Mumbai, where she gained substantial expertise in various aspects of corporate and commercial law. Her academic background and professional experience make her well-suited to contribute meaningfully to the governance and legal oversight functions of the Board.<br>She is a relative of Mr. Arun Bhandari, Mr. Mayank Bhandari, and Mr. Lalit Bhandari. |
| Date of Birth / Age | 4th December 1968 / 56 | 13th July, 1970 / 54 | 10th June, 1989 / 36 |
| Date of First Appointment | 2nd February 2019 | 8th August, 2025 | 8th August, 2025 |
| Expertise in specific functional area | Human Resources and Industrial (Employees) Relations | Management | Legal Advisors |
| Qualification | Master Degree in Sociology, PGDIRPM and PGDHRM | Masters in Marketing Management (M M M), Bachelors of Engineering Machine Tools | LLM , LLB |
| Shareholding in the Company | NIL | NIL | 224325 [0.88%] |
| Relationship with other Director, Manager and other Key Managerial Personnel of the Company | Not related to any other Director, Manager and Key Managerial Personnel of the Company | Not related to any other Director, Manager and Key Managerial Personnel of the Company | Promoter- related to Mr. Arun Bhandari, Mr. Mayank Bhandari and Mr. Lalit Bhandari |
| No. of Board Meeting attended during the Financial Year 2022-2023 | Six (6) [90%] | NA | NA |
| Name of the other Companies / LLP in which Director/Partner | NIL, Hence Not Applicable | 1. ABP Induction Systems Private Limited<br>2. ABP Induction Systems Private Limited | 1. MMP Electricals Private Limited<br>2. Star Circlips & Engineering Limited |
| Chairman / Member of the Committee of Board of Directors of the Company or of Other Listed Company | MMP Industries Limited - Risk Management Committee - Member | MMP Industries Limited – Stakeholders Relationship Committee - Member | MMP Industries Limited - Risk Management Committee - Member |

**For MMP Industries Limited**
**Sd/-**
**Madhura Ubale**
**CS & Compliance Officer**

**Place: Nagpur**
**Date: 8th August, 2025**

# BOARD'S REPORT

To

**The Shareholders (Members) of MMP Industries Limited**

The Board of Directors of the Company hereby present the Fifty-second (52nd) Annual Report together with the Audited Financial Statements (Standalone and Consolidated) of the Company for the year 2024-25.

## 1. COMPANY SPECIFIC INFORMATION

### 1.1 FINANCIAL SUMMARY AND HIGHLIGHTS

The summarized financial results (standalone) of the Company are as follows:-

| PARTICULARS | FY 2024-25 | FY 2023-24 |
|---|---|---|
| | (Rupees in Lakhs) | |
| **Revenue from Operations (Gross)** | **69185.99** | **57854.35** |
| Other Income | **154.55** | **134.14** |
| **Profit / loss before Depreciation, Finance Costs, Exceptional Items and Tax Expenses** | **6550.50** | **4756.10** |
| Less: Depreciation / Amortization / Impairment | **970.01** | **796.35** |
| **Profit / loss before Finance Costs, Exceptional items and Tax Expense** | **5580.49** | **3959.75** |
| Less: Finance Costs | **1019.26** | **684.30** |
| Profit / loss before Exceptional items and Tax Expense | **4561.23** | **3275.45** |
| Add/(less): Exceptional items | **-** | **-** |
| **Profit / loss before Tax Expense** | **4561.23** | **3275.45** |
| Less: Tax Expense (Current & Deferred) | **1227.10** | **833.13** |
| **Profit / loss for the year (1)** | **3334.13** | **2442.32** |
| Total Comprehensive Income / loss (2) | **(23.84)** | **(14.74)** |
| **Total (1+2)** | **3310.29** | **2427.58** |
| Balance carried forward | **3310.29** | **2427.58** |

During FY 2024-25, the total revenue from operations was at Rs. 69185.99 Lakhs as against Rs. 57854.35 Lakhs during FY 2023-24. Revenue from operations during FY 2024-25 increased compared to the FY 2023-24.

During FY 2024-25 under review, the share of profits from the associate companies was Rs. 613.67 lakhs as compared to profit of Rs. 721.66 in FY 2023-24.

### 1.2 AMOUNT, IF ANY, WHICH THE BOARD PROPOSES TO CARRY TO ANY RESERVES - TRANSFER TO RESERVES (BALANCE SHEET)

The sum/s transferred to reserves and surplus (balance sheet) account/s viz., Capital Reserve (Special Capital Incentives), Securities Premium, Retained Earnings, and closing balance/s thereof as at 31st March 2025 (FY 2024-25) [Previous Year FY 2023-24) is as follows:-

| Sr. No. | Particulars | FY 2024-25 | FY 2023-24 |
|---|---|---|---|
| | | Amount in Rupees (Lakhs) | |
| **1.** | **Capital Reserve** | | |
| | a. Opening Balance | **40.32** | **40.32** |
| | b. (Add) Additions during the year | **--** | **--** |
| | c. (Less) Transferred during the year | **--** | **--** |
| | **Closing Balance** | **40.32** | **40.32** |

| | | | |
|---|---|---|---|
| **2.** | **Securities Premium** | | |
| | a. Opening Balance | **6789.49** | **6789.49** |
| | b. Addition during the reporting period | **--** | **--** |
| | c. Expenses for Issue of Bonus Shares | **--** | **--** |
| | d. Expenses for Issue | **--** | **--** |
| | **Closing Balance** | **6789.49** | **6789.49** |
| **3.** | **Retained Earnings** | | |
| | a. Opening Balance | **16090.54** | **13902.25** |
| | b. (Add) Net Profit for the year | **3334.13** | **2442.32** |
| | c. (Add) Re-measurement of benefit of defined benefit plans (Net) | **(15.90)** | **(254.02)** |
| | d. Expenses for Increase in Authorized Share Capital | **381.04** | **--** |
| | **Closing Balance** | **19027.72** | **16090.54** |
| **4.** | **Equity Instruments through OCI** | | |
| | Opening Balance | | **0.03** |
| | Net fair value gain on investments in equity instruments through OCI | | **(0.03)** |
| | **Closing Balance** | | **-** |
| **5.** | **Remeasurement of Defined Benefit Plans** | | |
| | Opening Balance | **2.06** | **16.77** |
| | (Add) Net Profit for the year | **10.81** | **--** |
| | (Add) Re-measurement of benefit of defined benefit plans (Net) | **(23.84)** | **(14.71)** |
| | Expenses for Increase in Authorized Share Capital | | **--** |
| | **Closing Balance** | **(10.98)** | **2.06** |

**1.3 DIVIDEND**

As per the Dividend policy of the company and considering the profitability and financial position of the company and with a view to reward its Members for showing faith in the management, the Board of Directors recommended its maiden Final Dividend @ 20% i.e., Rs. 2/- per equity share of face value of Rs. 10/- each, subject to approval of the Shareholders at the ensuing 52nd Annual General Meeting. the said dividend pay-out is in compliance with the applicable Secretarial Standard -3 (SS-3) on Dividend issued by the Institute of Company Secretaries of India (ICSI).

**1.4 MAJOR EVENTS OCCURRED DURING THE YEAR**

**a) STATE OF COMPANY'S AFFAIRS**

The overall performance of the respective division/s of the Company during the FY 2024-25 are provided hereunder: -

**ALUMINIUM POWDERS**

The revenue for the segment in the FY 2024-25 was Rs. 43,835.43 Lakhs the revenue of Rs. 39,039.81 Lakhs in FY 2023-24.

**ALUMINIUM FOILS**

The revenue for the segment in the FY 2024-25 was Rs. 15,441.20 Lakhs over the revenue of Rs 10,703.89 Lakhs in FY 2023-24.

**ALUMINIUM CONDUCTORS & CABLES**

The revenue for the segment in the FY 2024-25 was Rs. 9666.99 Lakhs up over the revenue of Rs. 7865.91 Lakhs of FY 2023-24.

**FUTURE PLANS / PROSPECTS:-**

**Aluminium Powders**

The Aluminium Powders division delivered strong revenue growth of 25% year-on-year in Q4FY25 and 12% for the full year FY25, outperforming industry benchmarks and reflecting healthy demand.

However, demand has been subdued in Q1FY26, particularly from the explosives segment. Export volumes have also declined due to the economic slowdown in Europe. Considering the current market conditions and the impact of the recent fire incident (note below), we anticipate single-digit growth for the Powder division in FY26.

The Phase III capacity expansion of 2,500 MTPA (Pyro and Flake) has been partially commissioned and is expected to be fully operational by the end of Q2FY26.

**Aluminium Foils**

The Foil segment delivered exceptional revenue growth of 89% year-on-year in Q4FY25 and 44% for the full year FY25, driven by strong demand across all product categories and consistent supply of foil stock from Hindalco, our key supplier.

Our brand, MMP, continues to gain strong traction among foil customers, reinforcing our position as a preferred vendor across diverse customer segments.

Margins have improved, supported by robust demand and the recent withdrawal of export incentives by the Chinese Government, which has increased the cost of imports and benefited domestic producers.

**Aluminium Conductors and Cables**

The Aluminium Conductor and Cables division recorded strong revenue growth of 39% year-on-year in Q4FY25 and 23% for the full year FY25, driven by sustained demand in the segment.

We expect this positive momentum to continue in FY26 with further improved margins.

**MMP Electricals Private Limited [MEPL] – WOS**

During the period under review, the Company has incorporated its new WOS- Wholly Owned Subsidiary namely MMP Electricals Private Limited on 24th September, 2025, to the manufacturing of composite insulators for the power distribution and transmission sectors. This strategic decision marks the company's diversification from aluminium products to electrical infrastructure products and exploit the market synergy with its conductor & cable division. This diversification is aimed to take advantage of the golden era of electrical infrastructural development in India.

Commercial production is expected to commence in Q2FY26 of Phase I, we anticipate to reach full capacity by end of FY 25-26.

Encouraged by strong market feedback and the promising growth potential, the company has already initiated Phase II expansion and will be completed by Q2 FY26-27.

**b) CHANGE IN NATURE OF BUSINESS**

During the FY 2024-25 under review, the Board of Directors, though exploring addition to existing business and commercial activities, had neither been explored any change in nature of business and commercial activities for the Company nor there is a change in nature of business and commercial activities of the Company. As such, no specific details regarding change in nature of business activities are required to be given or provided.

**d) MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY HAVING OCCURRED SINCE THE END OF THE YEAR AND TILL THE DATE OF THE REPORT**

During the FY 2024-25 under review, there are no material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relates and the date of this report. As such, no specific details are required to be given or provided.

**1.5 DETAILS OF REVISION OF FINANCIAL STATEMENT OR THE REPORT**

There is no occasion whereby the Company has either revised or required to revise the Financial Statement or the Board's Report of the Company for any period prior to the FY 2024-25. As such, no specific details are required to be given or provided.

## 2. GENERAL INFORMATION

### OVERVIEW OF THE INDUSTRY

The details discussion on the overview of the industry is covered under Management Discussion and Analysis which forms part of this report

### ECONOMIC OUTLOOK

The details discussion on the Global Economic outlook is covered under Management Discussion and Analysis which forms part of this report

## 3. CAPITAL AND DEBT STRUCTURE

During the FY 2024-25 under review, there was no change in the capital structure of the Company. The existing capital Structure of the Company is as follows:

| Particulars | 31st March 2025 | 31st March 2024 |
|---|---|---|
| | Amount (Rupees in Lakhs) | |
| **Authorised Share Capital**<br>26000000 (26000000) Equity Shares of Rs. 10/- (Rupees Ten) each | 2600.00 | 2600.00 |
| **Issued, Subscribed and Paid-Up Share Capital**<br>25402613 (25402613) Equity Shares of Rs. 10/- (Rupees Ten) each | 2540.26 | 2540.26 |

Further, the Company has neither issued any convertible or non-convertible securities, debentures, bonds, warrants, shares with differential voting rights as to dividend, voting or otherwise, nor issued or granted ESOP, stock option, sweat equity during the FY 2024-25.

## 4. CREDIT RATING OF SECURITIES

During the FY 2024-25 under review, the Company has neither issued nor required to obtain credit rating of its securities. As such, no specific details are required to be given or provided.

### CREDIT RATING FOR DEBT

CRISIL in their review for total credit facilities, has maintained the credit rating of the Company that of the previous year. The details of credit rating assigned to the Company for its credit facilities are given below: -

| Credit Facilities | Credit Rating |
|---|---|
| Long-Term Rating | CRISIL BBB+/Stable |
| Short-Term Rating | CRISIL A2 |

## 5. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

During the FY 2024-25 under review, there were no amount/s which is required to be transferred to the Investor Education and Protection Fund by the Company. As such, no specific details are required to be given or provided.

## 6. MANAGEMENT

### 6.1 DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

The changes amongst the Director/s including Executive Director/s and Key Managerial Personnel during the period are as follows: -

#### (A) CHANGES AMONGST THE PROMOTER DIRECTOR/S

There were no changes took place amongst the Promoter, Director/s of the Company during the FY 2024-25 However Ms. Rohini Bhandari was appointed as Non Executive Director on 8th August, 2025..

#### (B) CHANGES AMONGST THE EXECUTIVE DIRECTOR/S

No changes took place amongst the Non-Promoter, Executive Director/s of the Company during the FY 2024-25.

#### (C) CHANGES AMONGST KEY MANAGERIAL PERSONNEL (KMP)

There are no changes in Key Managerial Personnel during FY 2024-25.

As such, Mr. Arun Raghuvirraj Bhandari, [DIN – 00008901], Managing Director, [Category – Promoter & Executive], Mr. Lalit Bhandari, [DIN – 00010934], Whole-time Director, [Category – Promoter & Executive], Mr. Tenneti Narasimham Murthy, [DIN – 08342116], Whole-time Director, [Category – Non-Promoter & Executive], Mr. Mayank Arun Bhandari, [01176865] Non-Executive Director (Category – Promoter, Non-Executive), CA Sharad Mohanlal Khandelwal, Chief Financial Officer of the Company, and Ms. Madhura Ubale, Company Secretary and Compliance Officer continued to act as the Key Managerial Personnel (KMP) of the Company, pursuant to the provisions of Section 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (as amended).

**(D) DIRECTOR RETIREMENT BY ROTATION**

Pursuant to the provisions of Section 152 of Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (as amended), Mr. T. N. Murthy, [DIN – 08342116], Whole-time Director, [Category – Executive], of the Company, retires by rotation and being eligible, offers himself for re-appointment. The Board recommends his re-appointment as a Director [Category – Non-Executive] of the Company, in the interest of the Company.

The Company has received the self-declaration/s from all the Executive Director/s of the Company, to the effect that he (i) was or is not disqualified from being appointed and/or continued to act, as a Director of the Company in terms of the provisions of Section 164 of the Companies Act, 2013; and (ii) was or is not debarred from holding the office of a Director pursuant to any order of the SEBI or such other authority in terms of SEBI's Circular No. LIST/ COMP/14/2018-19 dated 20th June 2018 on the subject "Enforcement of SEBI Orders regarding appointment of Directors by listed companies"

The information (details) of Director/s of seeking appointment / re-appointment at the Fifty Second (52nd) Annual General Meeting of the Company, pursuant to Regulation 26(4) and 36(6) of the Listing Regulations and Secretarial Standards on General Meetings (SS-2) is annexed to the Notice convening the Fifty Second (52nd ) Annual General Meeting of the Company].

**6.2 INDEPENDENT DIRECTORS**

**CHANGES AMONGST THE INDEPENDENT DIRECTOR/S**

Mr. Vijay Singh Bapna [DIN – 02599024] has been appointed as a Director [Category - Non-executive, Independent] for a Second fixed term of consecutive Five (5) years i.e., from the conclusion of Forty-Eighth (48th) Annual General Meeting up to the conclusion of Fifty-Third (53rd) Annual General Meeting of the Company to be held for the financial year 2025-26 ending 31st March 2026. However, as per Regulation 17A of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, a special resolution was passed for continuation of his Directorship in the company on 26th August, 2023 as he is crossed age of 75 years w.e.f. 28th August, 2023.

There are following change in the composition of the Board of Directors of the Company. Mr. Sachin Nirgudkar [DIN – 06890618] was appointed as Non-Executive, Independent Director and Mr. Karan Yudhishtir Varma, [DIN – 06923525] resigned on 8th August, 2025 and during the period under review and accordingly, the Director/s namely, Mr. Sanjay Sacheti [DIN: 00271310], , Mr. Vijay Singh Bapna, [DIN – 02599024} and Mr. Sunil Khanna, [DIN – 00907147] Ms. Ulka Kulkarni, [DIN - 07085469], are continued as the Director/s [Category - Non-executive, Independent] of the Company.

**6.3 DECLARATION BY INDEPENDENT DIRECTORS AND STATEMENT ON COMPLIANCE OF CODE OF CONDUCT**

The Company has received the self-declaration/s from all the Independent Director/s of the Company, to the effect that he / she (i) meets the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ["Listing Regulations"] and also, duly complied with Code of Conduct prescribed in Schedule IV to the Act; (ii) was or is not disqualified from being appointed and/or continued to act, as a Director of the Company in terms of the provisions of Section 164 of the Companies Act, 2013; and (ii) was or is not debarred from holding the office of a Director pursuant to any order of the SEBI or such other authority in terms of SEBI's Circular No. LIST/COMP/14/2018-19 dated 20th June 2018 on the subject "Enforcement of SEBI Orders regarding appointment of Directors by listed companies".

The Company has received the self-declaration/s from all the Director/s and Senior Management Personnel of the Company, as to the due compliance of Company's Code of Conduct. As such, the Company do hereby confirm that the Company has duly complied with the Company's Code of Conduct namely (i) MMP Code for Prohibition of Insider Trading and MMP Code of Fair Disclosure, and (ii) MMP Code of Business Principles and Conduct.

**6.4 BOARD MEETINGS**

Seven (7) meeting/s of the Board of Directors of the Company were held during the FY 2024-25 under review, on (1) 24th May 2024 (2) 22nd July 2024 (3) 10th August 2024 (4) 7th October 2024 (5) 12th November 2024 (6) 13th February 2025 and (7) 17th March 2025.

**6.5 COMMITTEES**

The Company has constituted all the requisite Committee(s) of the Board, namely Audit Committee, Nomination & Remuneration Committee, Stakeholders' Relationship Committee, Corporate Social Responsibility (CSR) Committee, Share Transfer Committee, Risk Management Committee and Project Monitoring Committee, pursuant to the provisions of the Companies Act, 2013 read with the rules made there under and Listing Regulations. The details of its constitution, objective or terms of reference and other related information has been provided under the Corporate Governance Report, which forms part and parcel of the Board's Report.

**6.6 RECOMMENDATIONS OF AUDIT COMMITTEE**

There is no occasion wherein the Board of Directors of the Company has not accepted any recommendation/s of the Audit Committee of the Company during the FY 2024-25. As such, no specific details are required to be given or provided.

**6.7 COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION**

The Company's policy on Director's appointment and remuneration and such other related information has been provided under the Corporate Governance Report, which forms part and parcel of the Board's Report.

**6.8 BOARD EVALUATION**

The Company's policy on Board Evaluation and such other related information has been provided under the Corporate Governance Report, which forms part and parcel of the Board's Report.

**6.9 REMUNERATION OF DIRECTORS AND EMPLOYEES OF LISTED COMPANIES**

The information required under Section 197 of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (as amended) will be available at Corporate office of the company on the day of Annual General Meeting.

**6.10 REMUNERATION RECEIVED BY MANAGING / WHOLE TIME DIRECTOR FROM HOLDING OR SUBSIDIARY COMPANY**

The Company do have following Subsidiary Companies:

1. MMP Electricals Private Limited incorporated on 24th September, 2024
2. MMP Cables Private Limited incorporated on 6th June, 2025
3. MMP Alutech Private Limited incorporated on 16th June, 2025

**6.11 DIRECTORS' RESPONSBILITY STATEMENT**

The Board of Directors confirms: -

(i) That in the preparation of the Annual Accounts (Financial Statements), the applicable Accounting Standards had been followed along with proper explanation, relating to material departures;

(ii) That the Directors had 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 profits of the Company for that financial year;

(iii) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) That the Directors had prepared the Annual Accounts (Financial Statements) on going concern basis;

(v) That the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls were adequate and operating effectively; and

(vi) That the Directors had devised proper system to ensure compliance with the provisions of all applicable laws and regulations and that such systems were adequate and operating effectively.

**6.12 INTERNAL FINANCIAL CONTROLS**

M/s Manish N. Jain & Company, Chartered Accountants, Nagpur, the Statutory Auditors of the Company, has reviewed and accordingly, issued their Report on the Internal Financial Controls over the Financial Reporting, in terms of Clause (i) of Sub-section 3 of Section 143 of the Act, which is annexed as an 'Annex – B' to the Independent Auditors' Report of the Company. The Report on the Internal Financial Controls over the Financial Reporting for the FY 2024-25 do not contain any qualification or adverse remarks. The observations made by the Statutory Auditors in their report are self-explanatory and have also been further amplified in the notes to the financial statements and as such, do not call for any explanations.

**INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has in place adequate internal control systems and procedures commensurate with the size and nature of business. These procedures are designed to ensure:-

(a) that all assets and resources are used efficiently and are adequately protected;

(b) that all the internal policies and statutory guidelines are complied with; and

(c) the accuracy and timing of financial reports and management information is maintained.

**6.13 FRAUDS REPORTED BY AUDITOR**

During the FY 2024-25 under review:-

(a) there is no fraud occurred, noticed and/or reported by the Statutory Auditors under Section 143(12) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (as amended);

(b) the observations made by the Statutory Auditors on the financial statements including the affairs of the Company are self-explanatory and do not contain any qualification, reservation, adverse remarks or disclaimer thereof.

As such, no specific information, details or explanations required to be given or provided by the Board of Directors of the Company.

**7. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES**

**7.1 REPORT ON PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES**

**MMP ELECTRICALS PRIVATE LIMITED [MEPL] – WOS**

Commercial production is expected to commence in Q2FY25-26 of Phase I, we anticipate to reach full capacity by end of FY25-26.

Encouraged by strong market feedback and the promising growth potential, the company has already initiated Phase II expansion and will be completed by Q2 FY26-27.

**MMP CABLES PRIVATE LIMITED [MCPL] – WOS – Not Applicable as this was incorporated on 6th June, 2025.**

**MMP ALUTECH PRIVATE LIMITED [MAPL] – WOS– Not Applicable as this was incorporated on 16th June, 2025.**

**STAR CIRCLIPS AND ENGINEERING LIMITED ('SCEL')**

Star Circlips & Engineering Limited reported Q4 FY25 revenue of ₹ 440 Mn (Q4 FY24: ₹ 418 Mn) and full-year revenue of ₹ 1,689 Mn (FY24: ₹ 1,590 Mn). PAT stood at ₹ 67 Mn in Q4 FY25 (Q4 FY24: ₹ 81 Mn) and ₹ 218 Mn for FY25 (FY24: ₹ 238 Mn).

**TOYAL MMP INDIA PRIVATE LIMITED (TMI)**

TMI reported Q4 FY25 revenue of ₹ 148 Mn (Q4 FY24: ₹ 141 Mn) and full-year revenue of ₹ 609 Mn (FY24: ₹ 628 Mn). PAT was ₹ (15) Mn in Q4 FY25 (Q4 FY24: ₹ 15 Mn) and ₹ 18 Mn for FY25 (FY24: ₹ 39 Mn).

**7.2 COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES**

During the FY 2024-25 under review, the Company is Holding Company to following companies:

1. MMP Electrical Private Limited – from 24th September, 2024 [CIN - U23934MH2024PTC432604]
2. MMP Cables Private Limited - from 6th June, 2025 [CIN - U27310MH2025PTC450153]
3. MMP Alutech Private Limited – from 16th June, 2025 [CIN - U27320MH2025PTC450616 ]

Also, Star Circlips & Engineering Limited [CIN – U 24110 MH 1974 PLC 017301] and TOYAL MMP India Private Limited [CIN – U 36990 MH 2016 FTC 281521] were continued to be the Associate Companies of the Company during the FY 2024-25.

**8. DETAILS OF DEPOSITS**

During the FY 2024-25 under review, the Company has neither invited nor accepted any public deposits within the meaning of Section 73 and 74 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 (as amended). As such, no specific details prescribed in Rule 8(1) of the Companies (Accounts) Rules, 2014 (as amended) are required to be given or provided.

**9. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

During the FY 2024-25 under review, the Company has secured guarantees in connection with the loan/s availed by MMP Electricals Private Limited However, not made any investments pursuant to the provisions of Section 185 and 186 the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (as amended). As such, no specific details are required to be given or provided as the guarantee was within limits prescribed under Section 185 and 186 the Companies Act, 2013.

**10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

The details of contracts or arrangements or transactions not at arm's length basis and/or the details of contracts or arrangements or transactions at arm's length basis for the FY 2024-25 in the prescribed Form No. AOC - 2 pursuant to Clause (h) of Sub-section (3) of Section 134 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 (as amended) are given in the **Annex - B**, which forms part and parcel of the Board's Report.

**11. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company believes in the Corporate Social Responsibility as an integral part of its business. Education specifically Education for Girls, Women, Poor, Under-privileged or Disabled (Divyang), Special Education, Research, Training & Skill Development, Environment, Health, Drinking Water, Rural Development, are some of the most critical problems that our country has been facing for years. One of the most effective direct and indirect solutions to solve these is an education, but a great number of peoples cannot afford to get them self-educated.

Keeping this in mind, the Board of Directors through its CSR Committee has implemented certain CSR projects either directly or through implementing agency nominated by the CSR Committee of the Company. All the activities and programme/s covered under CSR are being monitored and implemented by the CSR Committee of the Company. The Company do confirm that the Company is in due compliance of the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014. The CSR Project/s of the Company are in accordance with the provisions of Section 135 of, Schedule VII to, the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and the Company's CSR Policy. The Annual Report on the CSR Activities for the FY 2024-25 is given in the **Annex - C,** which forms part and parcel of the Board's Report.

**12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, for the FY 2024-25 as required to be disclosed under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are given in the **Annex - D** to this report.

**13. RISK MANAGEMENT**

The Company has a Risk Management framework in place to identify, assess, monitor and mitigate various risks to its business. It has framed the Risk Management Plan and adopted in its Risk Management Policy.

The Board of Directors based on the recommendations of the Risk Management Committee of the Company, periodically reviews the Company's risk assessment and minimization procedures to ensure that management identifies and controls risks through a properly defined framework. The details of the Risk Management Committee and its terms of reference are set out in the Corporate Governance Report forming part of this Report.

**Note on Fire Incident**

An explosion and fire incident occurred at the Aluminium Powder Plant in Umred on 11th April, 2025. The incident took place in the post-production area, not in the main production zone. It caused significant damage to the building and parts of the post-production machinery. Additionally, Aluminium Powder stock was destroyed in the finished goods (FG) godown and partially damaged in the work-in-progress (WIP) section

Tragically, the incident resulted in 7 fatalities and 4 injuries. The company promptly announced and disbursed monetary compensation to the families of the deceased and the injured.

Powder Plant operations (at Umred only) were suspended for over a month. However, all customer demands were fulfilled from the Bhandara and Hingna locations of the powder division. The company also had buffer inventory which has helped overcome this challenge.

The estimated loss of ₹ 150 – 200 Mn, covering damage to plant and machinery, the building, and burnt stock, is fully insured. The company is actively working toward the early settlement of the insurance claim.

## 14. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy to report genuine concerns or grievances and to provide adequate safeguards against victimization of persons who is using this platform and direct access to the Chairman of the Audit Committee is also available in exceptional cases. The detailed objectives of the policy are given in Corporate Governance Report which forms part of this report. This Whistle Blower Policy is applicable to all the Directors, employees, vendors and customers of the Company and it is also posted on the Website of the Company.

## 15. MATERIAL ORDERS OF JUDICIAL BODIES OR REGULATORS

During the FY 2024-25 under review, no significant and material order is passed by any of the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future. As such, no specific details are required to be given or provided.

## 16. AUDITORS

### (A) STATUTORY AUDITORS AND THEIR REPORT

The Shareholders (Members) of the Company, at their Forty-ninth (49th) Annual General Meeting of the Company held on 29th August 2022, were appointed M/s Manish N. Jain & Co., Chartered Accountants, Nagpur [ICAI Firm Registration No. 138430W, Peer Review Certificate No. 010231], as the Statutory Auditors of the Company to hold office from the conclusion of 49th Annual General Meeting held for the financial year 2021-22 ended 31st March 2022 till the conclusion of 54th Annual General Meeting of the Company to be held for the financial year 2026-2027 ending 31st March 2027.

The Auditors' Report submitted by M/s Manish N. Jain & Co., Chartered Accountants, Nagpur, [ICAI Firm Registration No. 138430W, Peer Review Certificate No. 010231], the Statutory Auditors of the Company to the Shareholders (Members) for the FY 2024-25 do not contain any qualification. The observations made by the Statutory Auditors in their report are self-explanatory and have also been further amplified in the Notes to the financial statements and as such, do not call for any explanations.

### (B) SECRETARIAL AUDITORS

M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495], have furnished a Certificate of their consent, qualification and eligibility and also, have confirmed about their not being disqualified for the appointment including re-appointment as the Secretarial Auditors of the Company for the term of five years starting from FY 2025-26.

Accordingly, the Board of Directors, on the recommendations of the Audit Committee, of the Company, has approved and appointed, M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495], as the Secretarial Auditors of the Company for the FY 2025-26 to 2029-30 Pursuant to Regulation 24A(1)(b) of SEBI (LODR) Regulations, 2015

**(C) COST AUDITORS**

M/s Khanuja Patra & Associates, Cost Accountants, Nagpur, [Firm Registration No. 00214], have furnished a Certificate of their eligibility for appointment pursuant to Section 141(3)(g) and 148(5) of the Companies Act, 2013 read with the rules made there under, Certificate for independence and arms' length relationship with the Company and have confirmed about their not being disqualified for such appointment including re-appointment within the meaning of Section 141(3) of the Companies Act, 2013.

Pursuant to the provisions of Section 148 of the Companies Act 2013, the Board of Directors, on the recommendations of the Audit Committee, of the Company, has approved and appointed, M/s Khanuja Patra & Associates, Cost Accountants, Nagpur, [Firm Registration No. 00214], as the Cost Auditors of the Company, for the FY 2025-26 and has also recommended their remuneration to the Shareholders (Members) for their ratification at the ensuing 52nd Annual General Meeting of the Company.

**(D) INTERNAL AUDITORS**

Pursuant to the provisions of Section 138 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 (as amended), the Board of Directors, on the recommendations of the Audit Committee, of the Company, has approved and appointed M/s Nitin Alshi & Associates, Chartered Accountants, Nagpur, as the Internal Auditors of the Company, for the FY 2024-25.

The Internal Audit Finding/s and Report/s submitted by the said Internal Auditors, from time to time, during the FY 2024-25, to the Audit Committee and Board of Directors of the Company, do not contain any adverse remarks and qualifications, is self-explanatory and do not call for any further explanation/s by the Company.

Further, the Company has appointed M/s Nitin Alshi & Associates, Chartered Accountants, Nagpur as the Internal Auditors of the Company of FY 2025-26.

**17. SECRETARIAL AUDIT REPORT**

The Secretarial Audit Report in Form No. MR-3 submitted by M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495], the Secretarial Auditors of the Company, do not contain any adverse remarks and qualifications, is self-explanatory and do not call for any further explanation/s by the Company. The Secretarial Audit Report in Form No. MR-3 submitted by the said Secretarial Auditors of the Company, for the FY 2024-25, is attached herewith as an **Annex - E** and forms part and parcel of the Board's Report.

**18. EXPLANATIONS IN RESPONSE TO AUDITORS' QUALIFICATIONS**

The Audit Report/s submitted by the Statutory Auditors, Secretarial Auditors, Cost Auditors and Internal Auditors of the Company, for the FY 2024-25 do not contain any qualification or adverse remarks. The observations made by all the Auditors in their respective Report/s are self-explanatory and as such, do not call for any explanations.

**19. COMPLIANCE WITH SECRETARIAL STANDARDS**

The Board of Directors confirms that the Company, has duly complied and is in compliance, with the applicable Secretarial Standard/s, namely Secretarial Standard – 1 ('SS-1') on Meetings of the Board of Directors and Secretarial Standard - 2 ('SS-2') on General Meetings, during the FY 2024-25.

**20. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC)**

During the FY 2024-25 under review, no such event occurred by which Corporate Insolvency Resolution Process can be initiated under the Insolvency and Bankruptcy Code, 2016 (IBC). As such, no specific details are required to be given or provided.

**21. FAILURE TO IMPLEMENT ANY CORPORATE ACTION**

During the FY 2024-25 under review, there is no occasion wherein the Company failed to implement any Corporate Action. As such, no specific details are required to be given or provided.

**22. ANNUAL RETURN**

The Annual Return of the Company as on 31st March, 2025 in Form MGT - 7 in accordance with Section 92(3) of the Act read with the Companies (Management and Administration) Rules, 2014, is available on the website of the Company at www.mmpil.com.

## 23. OTHER DISCLOSURES

### (A) AUDITED FINANCIAL STATEMENTS – STANDALONE & CONSOLIDATED

For the FY 2024-25 under review, the Company has prepared the audited financial statements on standalone as well as consolidated basis after incorporating the share of profit or loss from its associate and joint-venture companies namely Star Circlips & Engineering Limited and TOYAL MMP India Private Limited and wholly owned subsidiary MMP Electricals Private Limited. (Consolidation for MMP Cables Private Limited and MMP Alutech Private Limited is not applicable for FY 2024-25 as they are incorporated in June, 2025.)

### (B) MATERIAL DEVELOPMENT IN HUMAN RESOURCES

During the FY 2024-25 under review, industrial relations remained cordial. Employees' competencies and skills were enhanced by exposing them to several internal and external training programme/s. A number of measures were taken to improve motivation level of employees. Additional efforts are continued to be implemented with a view to obtain commitment and loyalty towards the organisation.

### (C) INDUSTRIAL RELATIONS, HEALTH AND SAFETY

The departmental safety coordinators are identified for monitoring and training on safety related matter at shop-floor. Safety Committee and Apex Committee are available for periodical review on health, safety & environment of all departments. Regular training on safety is being organised for new appointee, regular employees & contract labour. Mock-drills are conducted for practical exposure to meet emergency need on regular basis. Hand book on safety awareness are distributed to all employees.

### (D) COST RECORDS

Pursuant to the provisions of Rule 8(5)(ix)(d) of the Companies (Accounts) Rules, 2014 (as amended), the Board of Directors do confirm that, the Central Government has prescribed for maintenance of cost records under Section 148(1) of the Companies Act, 2013 by the Company and accordingly, such cost accounts and records, subject to cost audit, have been made and maintained by the Company during the FY 2024-25.

## 24. ADDITIONAL DISCLOSURES UNDER LISTING REGULATIONS

### 24.1 MANAGEMENT DISCUSSION AND ANALYSIS REPORT (MDAR)

The Management Discussion and Analysis Report (MDAR) on the affairs of the Company for the FY 2024-25, as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) is provided in a separate section and forms an integral part of this Report.

### 24.2 CERTIFICATE OF COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

Your Directors are pleased to report that your Company has duly complied with the SEBI Guidelines on Corporate Governance for the year 2024-25 relating to the Listing Regulations. A Certificate from M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495] confirming compliance with conditions as stipulated under Listing Regulations is annexed to the Corporate Governance Report of the Company.

### 24.3 SUSPENSION OF TRADING

The equity shares of the Company have been listed and actively traded on Main Board of National Stock Exchange of India Limited. There was no occasion wherein the equity shares of the Company have been suspended for trading during the FY 2024-25.

However, due Enhanced Surveillance Measures, when scrip of company entered in ESM Stage-II, the trading of shares was suspended for procedural measures on few occasions.

- **OTHER MATTERS**

### (A) DEMATERIALISATION OF SHARES

As on 31st March 2025, the entire 100% issued, subscribed and paid-up share capital i. e. 25402613 equity shares of the Company were held in dematerialised form through depositories namely National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSIL).

**(B) PAYMENT OF LISTING AND DEPOSITORIES FEES**

The Company, has duly paid the requisite annual listing fees for the FY 2025-26, to the National Stock Exchange of India Limited (NSE).

The Company, has also duly paid the requisite annual custodian and other fees for the FY 2025-26, to the National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL).

**(C) CODE OF CONDUCT FOR BUSINESS PRINCIPLES & ETHICS AND PREVENTION OF INSIDER TRADING AND OTHER CODE AND POLICIES OF THE COMPANY**

Your Board of Directors are pleased to report that your Company has complied with the:-

(i) Code of Conduct of Business Principles and Conduct;

(ii) Code of Prevention of Insider Trading in MMP securities by the designated persons (insider) (as amended from time to time);

(iii) Code for Vigil Mechanism - Whistle Blower Policy;

(iv) Code for Independent Directors;

(v) Corporate Social Responsibility (CSR) Policy;

(vi) Risk Management Policy;

(vii) Policy on Document Preservations (Regulation 9 of the SEBI (LODR) Regulations, 2015);

(viii) Policy for determining of 'material' Subsidiary (Regulation 16 of the SEBI (LODR) Regulations, 2015);

(ix) Policy on materiality of related party transaction/s and on dealing with related party transactions (Regulation 23 of the SEBI (LODR) Regulations, 2015); and

(x) Policy for determination of materiality, based on specified criteria and accordingly, grant authorization for determination of materiality of events (Regulation 30 of the SEBI (LODR) Regulations, 2015).

The aforesaid code/s and policy(ies) are available on the Company's website www.mmpil.com.

**25. DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

MMP Industries Limited ("the Company") has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees etc.) are covered under this Policy.

The following is a summary of sexual harassment complaints received and disposed of during the FY 2024-25:-

| | | |
|---|---|---|
| (a) | Number of complaints pending at the beginning of the year | NIL |
| (b) | Number of complaints received during the year | NIL |
| (c) | Number of complaints disposed off during the year | NIL |
| (d) | Number of cases pending at the end of the year | NIL |

**ENCLOSURES**

| | |
|---|---|
| Annex – A | Form No. AOC-1 – Information or Details about the Associate Companies of the Company |
| Annex – B | Form No. AOC-2 – Information / Details of contracts or arrangements or transactions not at arm's length basis and/or the details of contracts or arrangements or transactions at arm's length basis |
| Annex – C | Annual Report on Corporate Social Responsibility (CSR) activities together with expenditure details |
| Annex – D | Report on Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo |
| Annex – E | Secretarial Audit Report in Form No.MR-3 |
| Annex – F | Certificate on Sexual Harassment of Women at the Work place and its Prevention, Prohibition & Redressal |

**ACKNOWLEDGEMENT**

The Board of Directors acknowledges with gratitude for the co-operation and assistance received from National Stock Exchange of India Limited (NSE), Securities Exchange Board of India (SEBI), Auditors, Advisors & Consultants, other Intermediary service provider/s and other Investor/s for their continuous support for the working of the Company.

The Board of Directors also take this opportunity to extend its sincere thanks for co-operation and assistance received by the Company from the Central – State – Local Government and other regulatory authorities, Bankers and Members.

The Directors also record their appreciation of the dedication of all the employees at all levels for their support and commitment to ensure that the Company continues to grow.

**For and on behalf of the Board**

| | **Sd/-** | **Sd/-** |
|---|---|---|
| | **Arun Raghuvirraj Bhandari** | **Lalit Bhandari** |
| **Place: Nagpur** | Managing Director | Whole-time Director |
| **Date: 8th August, 2025** | DIN - 00008901 | DIN - 00010934 |

## ANNEX – A TO BOARD'S REPORT

**Form No. AOC-1**

(Pursuant to First Proviso to Sub-section (3) of Section 129 read with Rule 5 of the Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rupees)

| Sr. No. | Particulars | | | |
|---|---|---|---|---|
| 1. | Name of the subsidiary | MMP Electricals Private Limited | MMP Cables Private Limited | MMP Alutech Private Limited |
| 2. | Reporting period, if different from the holding company's reporting period | NA | NA | NA |
| 3. | Reporting currency and Exchange rate in the case of foreign subsidiaries | NA | NA | NA |
| 4. | Share capital | Rs. 100 Lakh | Rs. 25 Lakh | Rs. 25 Lakh |
| 5. | Reserves & surplus | Rs. (10.34) Lakh | The company was incorporated on 6th June, 2025. Hence, NA | The company was incorporated on 16th June, 2025. Hence NA |
| 6. | Total assets | Rs. 1038.75 Lakh | | |
| 7. | Total Liabilities | Rs. 949.09 lakh | | |
| 8. | Investments | | | |
| 9. | Turnover | - | | |
| 10. | Profit before taxation | Rs. (13.82) lakh | | |
| 11. | Provision for taxation | Rs. 3.48 lakh | | |
| 12. | Profit after taxation | Rs. (10.34) lakh | | |
| 13. | Proposed Dividend | NA | | |
| 14. | % of shareholding | 100% | 100% | 100% |

**Part "B": Associates and Joint Ventures**

**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

| | Name of Associates / Joint Ventures | M/s Star Circlips and Engineering Limited | M/s Toyal MMP India Private Limited |
|---|---|---|---|
| 1. | Latest Audited Balance Sheet Date | 31-03-2025 | 31-03-2025 |
| 2. | Shares of Associate /Joint Ventures held by the Company on the year end | | |
| | Number of Equity Shares | 998260 | 7022600 |
| | Amount of Investment in Associates / Joint Venture | Rs. 9,782,890 | Rs.70,226,000 |
| | Extend of Holding% | 26.06% | 26.00% |
| 3. | Description of how there is significant influence | Shareholding @26.06% | Shareholding @26.00% |
| 4. | Reason why the associate / joint venture is not consolidated | Not Applicable | Not Applicable |
| 5. | Net worth attributable to shareholding as per latest audited Balance Sheet | 1611620756 | 218279409 |
| 6. | Profit / (Loss) for the year (PAT) | 217912050 | 17592464 |
| | Considered in Consolidation | 56793390 | 4574041 |
| | Not Considered in Consolidation | Not Applicable | Not Applicable |

**For and on behalf of the Board**

**Sd/-**
**Arun Raghuvirraj Bhandari**
Managing Director
DIN - 00008901

**Sd/-**
**Lalit Bhandari**
Whole-time Director
DIN - 00010934

**Place: Nagpur**
**Date: 8th August, 2025**

# ANNEX – B TO BOARD'S REPORT

**Form No. AOC-2**

(Pursuant to Clause (h) of Sub-section (3) of Section 134 of the Act read with 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 arm's length transactions under third proviso thereto.

**1. Details of material contracts or arrangements or transactions not at arm's length basis**

The Company has not entered into any contracts or arrangements or transactions with its related parties which is not at arm's length during the financial year 2024-25:

**2. Details of material contracts or arrangement or transactions at arm's length basis**

| Name(s) of the related party and 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, if any | Amount paid as advances, if any for the FY 2022-23 (Rs. In Lakh) |
|---|---|---|---|---|---|
| M/s. Star Circlips and Engineering Limited | Purchase of Goods | Continuing Contact/ Arrangement/ Transactions | Purchase of Packing Material, Stores & Spares | 24.05.2024 | 3.68 |
| Toyal MMP India Private Limited | Purchase of Goods | Continuing Contact/ Arrangement/ Transactions | Purchase of Goods | 24.05.2024 | 4.52 |
| Toyal MMP India Private Limited | Sale of Goods | Continuing Contact/ Arrangement/ Transactions | Sale of Goods | 24.05.2024 | 2027.19 |
| M/s. Star Circlips and Engineering Limited | Job work charges | Continuing Contact/ Arrangement/ Transactions | Job work charges | 24.05.2024 | 262.49 |
| M/s. Mayank Fasteners Private Limited | Registered Office Rent | Continuing Contact/ Arrangement/ Transactions | Rent for Registered Office of the Company | 24.05.2024 | 0.90 |
| Ms. Rohini Arun Bhandari | Legal Advisor | Continuing Contact/ Arrangement/ Transactions | Legal Advisory and Consultancy Services | 24.05.2024 | 30.00 |
| Mrs. Saroj Arun Bhandari | Unit Head | Continuing Contact/ Arrangement/ Transactions | Remuneration by way of Salary | 24.05.2024 | 61.98 |
| Mrs. Sakshi Mayank Bhandari | Manager | Continuing Contact/ Arrangement/ Transactions | Remuneration by way of Salary | 24.05.2024 | 25.78 |
| MMP Electricals Private Limited | Reimbursement of Expenses | Continuing Contact/ Arrangement/ Transactions | Reimbursement of Expenses | 10.08.2024 | 325 |
| MMP Electricals Private Limited | Investment | Continuing Contact/ Arrangement/ Transactions | Investment | 10.08.2024 | 100 |
| MMP Electricals Private Limited | Advance | Continuing Contact/ Arrangement/ Transactions | Advance | 10.08.2024 | 285 |
| MMP Electricals Private Limited | Services offered | Continuing Contact/ Arrangement/ Transactions | Services offered | 10.08.2024 | 6.12 |

**For and on behalf of the Board**

| | **Sd/-** | **Sd/-** |
|---|---|---|
| | **Arun Raghuvirraj Bhandari** | **Lalit Bhandari** |
| | Managing Director | Whole-time Director |
| **Place: Nagpur** | DIN - 00008901 | DIN - 00010934 |
| **Date: 8th August, 2025** | | |

**ANNEX C - TO BOARD'S REPORT**

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES**

[Pursuant to Section 135 of the Companies Act, 2013 read with
the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. A brief outline on CSR Policy of the Company:

   The Board of Directors of the Company has constituted the Corporate Social Responsibility (CSR) Committee to implement or monitor implementation of CSR activities as per the CSR Policy of the Company.

   The CSR activities are carried out and monitored mainly through in-house Departments of the Company. The Contributions or donations made to such other Organization or Institutions as may be permitted under the applicable provisions from time to time.

   The CSR Committee has formulated a comprehensive Corporate Social Responsibility (CSR) Policy to cover various activities like Promotion of Education and Health Care, Rural Development, Water Conservation, Protection of Flora and Fauna, Environment Sustainability and other activities or project/s, which are in accordance with the provisions of Section 135 of, Schedule VII to, the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014. The Members are requested to refer the CSR Policy of the Company for more specific details.

2. The composition of the CSR Committee:

| Sr No | Name of Persons & Designation | Role in Committee | Number of Committee Meeting held during the year | Number of Committee Meeting attended during the year |
|---|---|---|---|---|
| 1 | Mr. Arun Raghuveer Raj Bhandari (Managing Director) | Chairman | 2 | 2 |
| 2 | Mr. Sanjay Sacheti (Non-executive, Independent Director) | Member | 2 | 2 |
| 3 | Ms. Ulka Kulkarni (Non-executive, Independent Director) | Member | 2 | 2 |
| 4 | Mr. Lalit Ranjeet Raj Bhandari (Whole-time Director) | Member | 2 | 2 |
| 5 | Mr. Mayank Bhandari (Non- Executive Director) | Member | 2 | 1 |

3. The web-link where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company: Web-link : https://mmpil.com/investor-info-mmp/

4. The details of Impact assessment of CSR Projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report) : Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any : Not Applicable

6. Average Net Profit of the Company as per Section 135(5): Rs. 3003.68 Lakh

   Turnover : 69185.99 lakh

   Net Worth: 28386.82 lakh

   a) Two percent of Average Net Profit of the Company as per Section 135(5): Rs.60.07 Lakh

   b) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: Not Applicable

   c) Amount required to be set off for the financial year, if any: NIL

   d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 60.07 Lakh

7. a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year (Amount in Lakh) | Amount Unspent (Amount in Lakh) | | | | |
|---|---|---|---|---|---|
| | Total Amount transferred to Unspent CSR Account as per Section 135(6) | | Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5) | | |
| | Amount | Date of transfer | Name of the Fund | Amount | Date of transfer |
| 60.07 | -- | -- | -- | -- | -- |

   b) Details of CSR amount spent against ongoing Projects for the financial year: Nil

c) Details of CSR amount spent against other than ongoing Projects for the financial year :

| 1 | 2 | 3 | 4 | 5 | | 6 | 7 | 8 | |
|---|---|---|---|---|---|---|---|---|---|
| **Sl. No.** | **Name of the Project** | **Item from the list of activities in schedule VII to the Act.** | **Local area (Yes/ No).** | **Location of the project.** | | **Amount spent for the project (in Lakhs)** | **Mode of implementation** | **Mode of implementation - Through implementing agency.** | |
| | | | | **State.** | **District.** | | **Direct (Yes/No).** | **Name** | **CSR registration number.** |
| 1 | Health Care including Preventive Health Care | Health Care including Preventive Health Care | Yes | Maharashtra | Nagpur (Rural & Urban) | 2.55 | NO | Mahavir International Service Trust | CSR00017589 |
| 2 | Promotion of Education including Special Education, Research, Training and Skill Development | Promotion of Education | Yes | Maharashtra | Nagpur (Rural & Urban) | 5.00 | No | Sandhya Sanwardhan Sanstha | CSR00006991 |
| 3 | Promotion of Education including Special Education, Research, Training and Skill Development | Promotion of Education | Yes | Maharashtra | Nagpur (Rural & Urban) | 40.02 | Yes | - | - |
| 4 | Environmental Sustainability | Environmental Sustainability | Yes | Maharashtra | Nagpur (Rural & Urban) | 2.00 | NO | Earth Focus Foundation | |
| 5 | Health Care including Preventive Health Care | Health Care including Preventive Health Care | Yes | Maharashtra | Nagpur (Rural & Urban) | 0.91 | Yes | - | - |
| 6 | Religious and other activities | Environmental Sustainability | Yes | Maharashtra | Nagpur (Rural & Urban) | 9.34 | Yes | - | - |
| | Balance c/f from previous FY 2023-24 | NA | NA | NA | NA | 0.20 | NA | NA | NA |
| | | | | | | 60.07 | | | |

d) Amount spent in Administrative Overheads: Nil

e) Amount spent on Impact Assessment, if applicable: Nil

f) Total amount spent for the Financial Year (8b+8c+8d+:8e): Rs. 60.07 Lakh

g) Excess amount for set off, if any: Nil

9. a) Details of Unspent CSR amount for the preceding three financial years: **NA**

| Sl. No. | Preceding FY | Amount transferred to Unspent CSR Account under Section 135(6) | Amount spent in the coming FY (Rs. in Lakhs) | Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any | | | Amount remaining to be spent in succeeding FY |
|---|---|---|---|---|---|---|---|
| | | | | Name of Fund | Amount | Date of Transfer | |
| 1 | FY 2023-24 | -- | - | -- | -- | -- | -- |

b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Nil

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: *Not Applicable*

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).: *Not Applicable*

**For and on behalf of the Board**

| | **Sd/-** | **Sd/-** |
|---|---|---|
| | **Arun Raghuvirraj Bhandari** | **Lalit Bhandari** |
| **Place: Nagpur** | Managing Director | Whole-time Director |
| **Date: 8th August, 2025** | DIN - 00008901 | DIN - 00010934 |

# ANNEX – D TO BOARD'S REPORT

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO**

## A. CONSERVATION OF ENERGY

(i) **The steps taken or impact on conservation of energy**

The Company has been giving utmost priority to conservation of various forms of energy used in the manufacturing process. The major conservation measures implemented so far are optimization of utility output to match process requirement thereby reducing wasteful running of equipment and timely replacement or servicing wherever required. Progressively, we are replacing normal Star Delta Starters with VFD'S for various machines.

The major Energy conservation projects implemented in FY 2024-2025 are as follows:

1) Load Factor improvement above 85 % and its monitoring and control to ensure the incentives and government subsidy from MSEDCL implemented. Benefits accrued are sizable amounts.

2) During the FY 2024-25 the company has taken steps for replacing normal Star Delta Starters with VFD'S for various machines.

3) The Company is replacing progressively with IE3 Motors. This leads to conserve the energy to large extent.

4) The Company has replaced the old fluorescent lights with the new energy efficient LED lights.

Total energy consumption and energy consumption per unit production is as follows: -

| Sr. No. | Particulars | FY 2024-25 | FY 2023-24 |
|---|---|---|---|
| **A** | **Power & Fuel Consumption** | | |
| 1 | **Electricity** | | |
| | Purchased Units (in lakh) | 286.976 | 216.77 |
| | Total Amount (Rupees in lakh) | 2289.11 | 1903.61 |
| | Rate per Unit (in Rupees) | 7.98 | 8.78 |
| **2** | **Furnace Oil** | | |
| | Quantity (MT) | 943.654 | 955.200 |
| | Total Amount (Rupees in lakh) | 521.17 | 497.45 |
| | Average Rate in Rupees (per kg) | 55.23 | 52.08 |
| **3** | **Coal Lumps & Fire Wood** | | |
| | Quantity (MT) | -- | -- |
| | Total Amount (Rupees in lakh) | -- | -- |
| | Average Rate in Rupees (per kg) | -- | -- |

(ii) The steps taken by the Company for utilizing alternate sources of energy

As an environmentally conscious company and with a view to reduce the constantly increasing electricity costs, the company has through internal accruals, invested in 1.5 MW solar capacities at its two locations of Umred and Bhandara. These were operative and has lowered Electricity bills as expected. This will also reduce our carbon footprint and is first of the several steps which the company is taking towards a greener future.

(iii) The capital investment on energy conservation equipment's

The Company has made capital investment in 1.5 MW solar power at its two locations of Umred and Bhandara. In addition to that company has made investment in VFD'S and Energy efficient IEC motors for various machines for conservation of energy. Company is also investing in creating a solar park in coming financial year as approved by Board.

## B. TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT

**(i) The efforts made towards technology absorption**

The Company has obtained know how from our four decade old sales and technology partner namely, AVL Metal Powders for production of various grades of aluminium powder for AAC applications.

**(ii) The benefits derived like product improvement, cost reduction, product development or import substitution**

The Company has developed Aluminium Powder for AAC applications in India and for export market.

**(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)**

The Company has imported aluminum powder classifier equipment and technology with a view to offer wide range of classified aluminum powders to our customers.

(a) The details of the technology imported: Aluminum powder classifier equipment and technology to provide wide range of classified aluminum powder fractions.

(b) The year of import: 2019-20

(c) Whether the technology been fully absorbed: The technology is in an advanced stage of being getting absorbed.

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: the technology is fully validated but our products are under evaluation for customer validation.

**(iv) The expenditure incurred on Research and Development**

The Company does not have a separate independent research and development activity. As such, no material amount of expenditure was incurred on research and development activity of the Company.

**C. FOREIGN EXCHANGE EARNINGS /OUTGO**

The foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows.

The foreign exchange earned (on account of services or otherwise) in terms of actual inflows during the Financial Year 2024-25 under review and the foreign exchange outgo (on account of value of imports, remittances in foreign currency or otherwise) during the Financial Year 2024-25 under review in terms of actual outflows are as follows:-

| **Particulars** | **Amount in Rupees Lakh** | |
|---|---|---|
| | **FY 2024-25** | **FY 2023-24** |
| Foreign Exchange earned (on account of sale of services or otherwise) in terms of actual inflows - On Account of Export FOB Value | 2300.88 | 601.24 |
| **Total Foreign Exchange Earnings** | **2300.88** | **601.24** |
| Foreign Exchange outgo (on account of value of imports, remittances in foreign currency or otherwise) in terms of actual outflows - | | |
| Raw Material | 896.76 | 31.65 |
| Store Goods | | |
| Capital Goods | 242.68 | |
| Stores and Spares | | |
| Expenditure in Foreign Currency (Remittances) | | |
| Commission on Export sales | | |
| Royalty on Technical know how | | |
| Travelling Expenses (Other) | | |
| **Total Foreign Exchange Outgo** | **1139.44** | **31.65** |

**For and on behalf of the Board**

Sd/-
**Arun Raghuvirraj Bhandari**
Managing Director
DIN – 00008901

Sd/-
**Lalit Bhandari**
Whole-time Director
DIN – 00010934

**Place: Nagpur**
**Dated: 8th August, 2025**

**FORM No. MR —3**
**SECRETARIAL AUDIT REPORT**
**FOR THE FINANCIAL YEAR 2023-2024 ENDED ON 31ST MARCH 2024**

[Pursuant to Section 204(1) of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 (as amended)

**To.**
**The Shareholders (Members)**
**MMP Industries Limited**
**CIN : L32300MH1973PLC030813**

**Registered Office: 211, Shri Mohini, 345, Kings way, Nagpur 440001, MH, IN**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MMP Industries Limited** (hereinafter called as **'the Company').** Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts or statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed, and other records maintained by the Company, the information, explanations and clarifications provided by the Company, its officers, agents and authorised representatives, during the conduct Of Secretarial Audit, review of management representation letter along with Quarterly compliance reports by respective Department Head/s. Company Secretary. Chief Financial Officer, Chief Executive Officer, noted and taken on record by the Board of Directors of the Company, at their meeting/s, and verification of physical record/s of the Company. Some of which were obtained through electronic mode, we hereby report that, in Our opinion, the Company has, during the audit period covering the financial year 2024-2025 ended 31 March 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.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company and made available to us for the financial year 2024-2025 ended on 31st March 2025 according to the applicable provisions of:-

(i) The Companies Act, 2013 ('the Act') read with the rules made there under;

(ii) The Securities Contracts (Regulation) Act. 1956 ('SCRA') read with the rules made there under;

(iii) The Depositories Act. 1996 read with Regulation and Bye-laws framed there Lender;

(iv) Foreign Exchange Management Act, 1999 read With the rules and regulations made there Under to the extent of Foreign Direct Investment. Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations. Circulars and Guidelines [as amended] prescribed Under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable:-

a) Securities and Exchange Board of India (ISSLIC of Capital and Disclosure Requirements) Regulations. 2018:

b) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

d) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

e) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;

f) Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

g) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 — Not Applicable to the Company during the audit period;

h) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 — Not Applicable to the Company for the audit period

i) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 — Not Applicable to the Company during the audit period:

j) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013 — Not Applicable to the Company during the audit period:

k) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 — Not Applicable to the Company during the audit period; and

l) The other Regulations and Guidelines of the Securities and Exchange Board of India to the extent and as may be applicable to the Company.

We have also examined compliance with the applicable clauses of the followings:-

(i) Secretarial Standards (SS-1 for Meetings of the Board of Directors and SS-2 for General Meetings) issued by the Institute of Company Secretaries of India and notified by the Ministry of Corporate Affairs, to the extent and as may be applicable to the Company; and

(ii) The Listing Agreements under SEBI (Listing Obligation Disclosure Requirement) 2015, entered into by the Company with the Stock Exchange

During the audit period under review, the Company has duly complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except enumerated below:

a. As per information received by the Company, due to some technical glitches at Service Provider's end, some data was not properly updated on the website.

b. The Company has regular in filing various e-forms with the Registrar of Companies/ Ministry of Corporate affairs except few with delay which were filed with additional fees.

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company:-

(i) The Micro, Small and Medium Enterprises Development Act, 2006:

(ii) Legal Metrology Act, 2009:

(iii) The Foreign Trade (Development and Regulation) Act, 1992;

(iv) The Environment (Protection) Act, 1986 and the rules made there under;

(v) The Water (Prevention and Control of Pollution) Act. 1974 and the rules made there under;

(vi) The Air (Prevention and Control of Pollution) Act. 1981 and the rules made there under;

(vii) Hazardous and Other Wastes (Management and Trans-boundary Movement) Rules, 2016 and Manufacture, Storage and Import of Hazardous Chemical Rules, 1989;

(viii) The Indian Boilers Act, 1923; and

(ix) The Indian Electricity Act, 1910; The Electricity Act, 2003; and the rules made there under.

We further report that:-

The Board of Directors of the Company is duly constituted with proper balance of Executive Director/[1]s, Non-executive Director/s and Independent Director/s including Woman Director. There was no changes took place in the composition of the Board of Directors during the audit period under review.

Adequate notice of at least seven clear days in advance, except where consent of the requisite number of Director's was received for scheduling meeting at a shorter notice, was given to all the Director/s to schedule the Board and Committee meeting/s. Agenda and detailed notes on agenda were sent well in advance. A system exists for seeking and obtaining further information and clarifications on the agenda item/s before the meeting and for meaningful participation at the meeting.

As per the minutes of the meeting/s duly recorded and signed by the Chairman_ all decisions at the Board and Committee meeting/s, as the case may be, are carried out unanimously and no dissenting views have been recorded.

We further report that as per the information and explanations given to us, the representation made by the management and relied upon by us there are adequate systems. processes and control mechanism exist in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with all applicable Laws, Rules, Regulations. Guidelines, Standards, etc. to the Company.

We further report that, during the audit period, there were no other specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines, etc., having major bearing on the company's affairs except incorporation of wholly own subsidiary Company namely MMP ELECTRICAL PRIVATE LIMITED (CIN: U23934MH2024PTC432604) on 24.09.2024

Accordingly, the issue of this Secretarial Audit Report in Form No. **MR**-3, is subject to the relaxation/s granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India and also, the limitation for verification of physical record/s of the Company, which were obtained through electronic mode.

**Signed and Issued on this Thursday, the 24th day of July 2025 at Nagpur.**

For **VAIBHAV JACHAK & CO.**
**Company Secretaries**

**Sd/-**
**CS VAIBHAV YASHWANT JACHAK**
**Proprietor**
**Company Secretary in Practice**
**M No. FCS —8821, CoP No. 18495**
**Peer Reviewed Firm No. 998/2020**
**UDIN:F008821G000851410**

Note - This Secretarial Audit Report is to be read with our letter of even date which is annexed as an Annex A and forms an integral part of this Report.

## Annex I

**To.**

**The Shareholders (Members)**
**MMP Industries Limited**
**CIN : L32300MH1973PLC030813**

**Registered Office: 211, Shri Mohini, 345, Kings way, Nagpur 440001, MH,IN**

Our Secretarial Audit Report of even date is to be read along with this letter:-

**1. Management's Responsibility**

(a) It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

(b) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

**2. Auditor's Responsibility**

(a) Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.

(b) 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 test basis to ensure that correct facts are reflected in secretarial records. We believe, the processes and practices that we followed provide a reasonable basis for our opinion. We also believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.

(c) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

(d) Wherever required. we have obtained the managements representation about the compliance of laws, rules and regulations and happening of events, etc.

**3. Disclaimer**

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. Further the Financial and Internal Audit reports are self explanatory and therefore any comment in our report is not required.

**Signed and Issued on this Saturday, the 24th day of July, 2025 at Nagpur.**

For **VAIBHAV JACHAK & CO.**
**Company Secretaries**

**Sd/-**
**CS VAIBHAV YASHWANT JACHAK**
**Proprietor**
**Company Secretary in Practice**
**M No. FCS —8821, CoP No. 18495**
**UDIN:F008821G000851410**

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## Annexure II

**Registered office:**

MMP Industries Limited, 211, Shri Mohini, 345, King sway, Nagpur 440001, MH, IN

**Corporate office:**

MMP Industries Limited, B-24, Hingna MIDC Area, Hingna, Nagpur-440016, MH. IN

**Plant situated at:**

1. MMP Industries Limited, Village Maregaon, Post Shahapur, Dist. Bhandara-441906, MH, IN
2. H. M. Engineering, (I & II), B-16/2 and B-16/6, MIDC Butibori, Nagpur-441122,MH. IN
3. Mars Industries, Villege Neri, P.O. Warthi, Tah-Mohadi, Dist Bhandara- 441905, MH, IN
4. NPM Industries, B-28, MIDC Area, Hingna Road, Digdoh, Hingna, Nagpur-440016, MH, IN
5. MMP Industries Limited,Plot No. D-15/2 & D-16, MIDC Umred, Umred-441203, MH, IN

# MANAGEMENT DISCUSSION AND ANALYSIS

## ECONOMIC OVERVIEW AND OUTLOOK

### Global Economy

As we progressed through FY 2024–25, the global economy continued its journey toward recovery, marked by resilience amidst persisting structural and geopolitical challenges. The post-pandemic landscape has settled into a phase of moderate and uneven growth, with inflation gradually converging toward central bank targets. Global headline inflation is estimated to have declined to around 5.9% in 2024, supported by easing commodity prices, improved labour market dynamics, and declining energy-related shocks.

The aftermath of the COVID-19 pandemic, compounded by disruptions caused by the Russia-Ukraine conflict and escalating tensions in the Middle East, has had a lasting impact on global supply chains, food and energy markets, and capital flows. These disruptions initially triggered inflationary pressures and forced central banks across the globe to implement synchronized monetary tightening.

Following a sharp slowdown in 2022 and a mild contraction in 2023, global output growth remained subdued during 2024, registering the third consecutive year of below-trend performance. This persistent deceleration reflects structural inefficiencies such as the misallocation of resources, declining private sector investment, a shrinking working-age population in key economies, and a general slowdown in total factor productivity. These trends have been further complicated by heightened geopolitical instability, especially in energy-sensitive regions.

According to the latest World Economic Outlook by the International Monetary Fund (IMF), advanced economies are showing signs of modest recovery, with GDP growth expected to inch up from 1.6% in 2023 to 1.7% in 2024 and 1.8% in 2025. For emerging markets and developing economies, growth is expected to remain steady at 4.2% in both 2024 and 2025. Low-income developing countries are projected to see stronger momentum, with GDP growth rising from 4.0% in 2023 to 4.7% in 2024 and 5.2% in 2025, as near-term challenges begin to fade.

Inflation expectations in advanced economies have declined meaningfully, and long-term inflation remains well-anchored. It is anticipated that many central banks will begin reducing policy interest rates in the second half of 2024, depending on the pace of disinflation and financial sector stability.

The moderation in inflation is underpinned by waning energy price shocks and an easing of supply-side constraints. Labour markets have also begun to rebalance, with job vacancies declining, a marginal uptick in unemployment, and enhanced labour supply driven in part by immigration.

Despite the steady macro indicators, the global economic outlook is tempered by several downside risks. These include possible commodity price spikes due to unresolved geopolitical conflicts, diverging disinflation paths leading to currency volatility, and financial sector vulnerabilities emerging from delayed impacts of high interest rates. Household debt burdens, particularly in economies with variable-rate mortgage exposures, are expected to weigh on consumption as refinancing pressures mount.

Public debt levels remain elevated, particularly in advanced and low-income economies where pandemic-related fiscal support led to a significant increase in debt-to-GDP ratios. Interest payments have consumed a growing share of fiscal revenues—estimated at 14.3% for low-income countries in 2024—constraining fiscal space for growth-enhancing investments. Consequently, tighter fiscal consolidation strategies, including tax hikes and expenditure rationalization, are expected in many economies going forward.

On the trade front, while global merchandise trade growth has been sluggish, the outlook shows signs of improvement. According to the OECD's February 2024 Interim Economic Outlook, a resurgence in semiconductor production and automobile sales, especially in Asia, is aiding recovery. The rebound in global air travel is also boosting services trade. However, logistical disruptions—particularly in the Red Sea region—have led to a rise in shipping costs and transit delays, affecting Asia-Europe trade routes.

As the global economy enters FY 2025–26, balancing inflation control with growth revival, mitigating geopolitical risks, and sustaining investor confidence will remain at the heart of economic policymaking worldwide.

### Indian Economy

Amidst a challenging global backdrop, India continues to demonstrate robust economic momentum, solidifying its position as the world's fastest-growing major economy. The country's economic resilience in FY 2024–25 has been powered by strong domestic consumption, resilient rural demand, steady private investments, and sustained growth across core sectors such as manufacturing, construction, and services. India ends the fiscal year on a positive note—characterized by healthy GDP growth, moderating inflation, a stable external sector, and encouraging employment trends.

With a real GDP growth of 8.2% in FY 2023–24 and a projected growth of 7.2% for FY 2024–25, India remains on track to become the third-largest global economy by 2027, surpassing Japan and Germany. Additionally, it is expected to host the third-largest stock market by 2030, driven by its expanding technological ecosystem, green energy transition, and demographic advantages.

Despite facing global headwinds such as rising crude oil prices, commodity market volatility, and persistent supply chain constraints, India's macroeconomic fundamentals remain robust. The country's digital transformation, progressive policy reforms, and targeted sectoral incentives have created a conducive environment for long-term economic expansion.

Indian capital markets outperformed most emerging market peers during FY 2024, buoyed by strong foreign portfolio inflows—marking the highest cumulative FPI levels in the past five years. Equities remained the preferred investment class, with continued interest in government and corporate debt. This strong investor confidence reflects India's large consumer base, young and skilled labour force, and the government's reforms across education, digital infrastructure, logistics, and manufacturing.

Infrastructure development remained a central pillar of growth in FY 2024–25. Projects under the Bharatmala, Sagarmala, and Smart Cities Mission witnessed significant execution progress. These initiatives are enhancing regional connectivity, modernizing logistics, and reshaping the urban and industrial landscape. The government's push for domestic semiconductor manufacturing and advanced technologies also aims to reduce import dependence and accelerate investment in AI and electronics manufacturing.

The industrial sector experienced a slower pace of growth in FY2024–25, with the Index of Industrial Production (IIP) expanding by 4.0%, marking a four-year low and the weakest post-Covid performance. In March 2025, IIP growth inched up to 3.0% year-on-year, slightly below expectations, but reflecting some recovery from February's 2.7% rise. The uptick was driven by improved performance in manufacturing (+3.0%) and electricity generation (+6.3%), although this was partially offset by subdued mining activity, which grew by just 0.4%. Among use-based segments, infrastructure and construction goods, consumer durables, and basic metals supported growth, while capital goods output moderated. On the downside, consumer non-durables witnessed a sharp contraction of 4.7%, continuing a two-month declining trend. The overall deceleration was influenced by weaker momentum in core sectors, base effects, and sectoral disparities, suggesting a cautious outlook for industrial recovery in the near term.

Provisional estimates for FY 2024–25 peg Real GDP growth at 6.5%, down from 9.2% in FY 2023–24, while Real GVA is expected to rise by 6.4% versus 8.6% earlier. Nominal GDP and GVA are projected to grow by 9.8% and 9.5%, respectively. Sectoral drivers in Q4 FY2024–25 included construction (+10.8%), public administration (+8.7%), and financial services (+7.8%). Inflation remained contained, with CPI inflation for FY2024–25 projected at 4.5%, continuing the disinflationary trend seen in late FY2023–24. India remains the world's fastest-growing major economy, with real GDP growth estimated at 6.5% in 2024–25 and expected to continue at the same pace in 2025–26. This steady performance stands out amid global uncertainty.

Driven by strong domestic demand, easing inflation, robust capital markets, and rising exports, the economy shows resilience and balance. Indicators like record forex reserves, a manageable current account deficit, and rising foreign investment highlight growing global confidence in India's long-term potential.

While the global environment poses risks—such as geopolitical instability, energy price shocks, and trade fragmentation—India's diversified economic structure and prudent policy framework position it well to manage volatility. Overall, real GDP growth for FY 2024–25 is forecasted at 7.2%, with quarterly projections ranging between 7.2% and 7.3%.

**Industry Overview and Outlook**

**Aluminium Industry**

Aluminium continues to be a cornerstone of modern industrial applications, valued for its unique combination of lightness, durability, corrosion resistance, and high conductivity. Its usage has become increasingly critical across multiple sectors—ranging from aerospace and automotive to packaging, infrastructure, and electrical transmission. The growing demand for lighter, energy-efficient, and recyclable materials has further elevated aluminium's strategic importance in the global transition towards sustainable industrial practices.

In the automotive sector, aluminium usage is steadily increasing as manufacturers aim to enhance fuel efficiency and meet stricter emission norms. Electric vehicle (EV) manufacturers, in particular, are adopting aluminium extensively to reduce vehicle weight and improve battery range, making it a vital enabler of green mobility. Simultaneously, aluminium's presence in consumer electronics, construction materials, and packaging solutions underscores its indispensable role in both industrial and everyday applications.

The global aluminium market, valued at USD 243.89 billion in 2024, is projected to reach approximately USD 393.70 billion by 2032, growing at a CAGR of 6.2% (Fortune Business Insights, 2024). This expansion is driven by several structural factors, including the surge in demand for sustainable and lightweight materials in automotive, aerospace, and construction sectors (GlobeNewswire, 2025). Additionally, there is increasing adoption of recycled aluminium and advancements in manufacturing technologies such as precision alloying, automated smelting, and closed-loop recycling systems (GM Insights, 2025).

The automotive and beverage sectors continue to be major contributors to aluminium recycling, significantly promoting circular economy practices and reducing the industry's carbon footprint. With recycled aluminium consuming just 5% of the energy required for primary production, it is rapidly gaining regulatory and commercial preference (GM Insights, 2025). Moreover, rising consumer awareness and stringent environmental regulations are expected to further accelerate the transition toward low-emission, recyclable materials in the coming years (Reuters, 2025). The sector benefits from India's ample bauxite reserves, with Odisha alone contributing more than half of the country's production.

Key demand drivers include the transportation, construction, packaging, energy, aerospace, and defense sectors, increasingly propelled by government initiatives like Make in India, Production-Linked Incentive (PLI) schemes, and import substitution policies. For instance, aluminium's use in lightweight freight rail wagons and electric vehicle components supports national efforts toward fuel efficiency and advanced manufacturing. The packaging industry—especially cans and foils—also continues to boost demand, driven by sustainability trends

Environmental compliance and sustainability initiatives are significant considerations, with producers like Vedanta committing to renewable power and green aluminium production rather than expanding coal-based capacity. Further, major capacity expansions, such as Vedanta's planned multiple-million-tonne smelters in Odisha, reinforce both domestic production and downstream value creation

Moreover, India's packaging industry—especially in the food and beverage segment—is experiencing a marked rise in aluminium consumption, driven by evolving consumer preferences for convenience, hygiene, and sustainability. Aluminium foil and rigid containers are preferred choices due to their superior barrier properties, reusability, and compliance with safety norms.

Despite these positive developments, the industry faces operational and regulatory challenges. Evolving environmental norms, energy efficiency mandates, and emission control requirements have increased compliance costs. Aluminium manufacturing is energy-intensive, and aligning with green production standards demands significant capital investment in technology upgradation, waste management systems, and clean energy sourcing. While these regulations are essential for long-term environmental sustainability, they pose short-term pressures on profitability and require industry players to recalibrate their operations.

Looking ahead, the aluminium industry in FY 2026 is expected to benefit from structural shifts in global supply chains, increasing integration of green technologies, and policy incentives for sustainable manufacturing. Companies with strong backward integration, efficient recycling systems, and technological capabilities are well-positioned to capitalize on the emerging opportunities while navigating the evolving regulatory landscape.

**INDUSTRY OR SECTOR WISE PERFORMANCE**

**Aluminium Powder**

Aluminium powder, a fine, silvery-white, lightweight material produced through the milling of aluminium metal, plays a critical role across a wide array of industrial applications. Owing to its high reactivity, thermal conductivity, and corrosion resistance, it is widely used in industries such as aerospace, automotive, construction, defence, and energy. Its flammable nature and high surface area make it especially suitable for applications requiring combustion or energy release, such as pyrotechnics and explosives.

In recent years, aluminium powder has become increasingly vital in modern manufacturing technologies, particularly additive manufacturing and 3D printing, where its strength-to-weight ratio and ability to withstand high temperatures enhance the quality of complex components. The automotive industry continues to drive demand, leveraging aluminium powder to develop lightweight, fuel-efficient, and low-emission vehicles. Simultaneously, the aerospace sector, fuelled by advancements in aviation and defence, is integrating aluminium powder in the development of precision-engineered, lightweight components.

Another significant area of growth is renewable energy, where aluminium powder is used in the fabrication of solar panels, wind turbine components, and energy-efficient conductors. Its recyclability further aligns with global efforts toward sustainable development and circular economy practices.

The moderate but steady growth is fueled by increasing urbanization, rapid development in the construction and automotive sectors, technological innovation, and rising consumption in paints, coatings, and pigments. The Asia-Pacific region, particularly India and China, remains the largest contributor to demand, driven by aggressive industrialization and infrastructure expansion.

In the Indian context, the aluminium powder market reached 43,977 tons in 2023 and is expected to grow to 71,142 tons by 2032, reflecting a strong CAGR of 5.49%. This significant growth is underpinned by rising applications across sectors such as explosives, chemical manufacturing, paint production, and metallurgy. Additionally, the increasing utilization of aluminium powder in automotive coatings, thermal spray technologies, and additive manufacturing is contributing to sustained market momentum within the country.

**Construction and Housing**

India's construction sector continues to be a cornerstone of the country's economic development, with infrastructure and housing forming the foundation of national growth. Recognized as a high-priority area by the Government of India, the sector has seen unprecedented levels of investment, policy support, and execution momentum in FY 2024–25.

The Union Budget 2024-25 builds upon the transformative step taken in 2023, maintaining robust fiscal support for infrastructure development. This year's capital expenditure allocation stands at ₹11.11 lakh crore (approximately 3.4% of GDP), aimed at fostering modern, connected, and sustainable urban ecosystems.. Alongside fiscal support, regulatory reforms like GST rationalization and RERA implementation have increased transparency, strengthened investor confidence, and revived momentum in the real estate segment.

India has emerged as the third-largest recipient of Foreign Direct Investment (FDI) in the construction and real estate space, reflecting strong investor confidence. This trend is further reinforced by rising private equity and sovereign fund participation, transforming the sector into a technology-driven, globally competitive landscape.

The construction sector's contribution to GDP is at historic highs, with Gross Value Added (GVA) from construction growing by 9% in FY 2023–24. Growth continues to be propelled by ambitious public infrastructure investments across transportation, urban housing, water resource management, and renewable energy sectors.

Several flagship government initiatives are driving this momentum:

- Bharatmala Pariyojana: Development of 34,800 km of national highways
- Sagarmala Programme: Over 800 port and logistics infrastructure projects
- PM Gati Shakti: Integrated infrastructure planning and execution
- Greenfield Airports: 21 new sites under development, including Navi Mumbai and Jewar International Airport

These strategic initiatives have not only enhanced India's infrastructure backbone but have also unlocked long-term opportunities for contractors, material suppliers, and allied industries.

This infrastructure surge directly benefits aluminium-intensive applications, boosting demand for foils, cables, structural components, and aluminium powder used in concrete and coating formulations. Additionally, the expansion of tunneling and foundation work has increased the requirement for industrial explosives, further linking the construction boom with upstream material industries.

**Explosives for Mining and Infrastructure**

Aluminium powder plays a pivotal role in the explosives industry, where it enhances the energy output and thermal performance of explosives used in mining, construction, defence, and infrastructure. Its rapid oxidation reaction makes it essential in producing thermite mixtures, slurry explosives, and ANFO (Ammonium Nitrate Fuel Oil). It also finds application in rocket propellants and pyrotechnics, where it provides brilliance and combustion strength.

The global explosives market, valued at USD 53.2 billion in 2024, is expected to reach USD 67.87 billion by 2028, growing at a CAGR of 6.3%. The rising demand is fueled by:

- Intensified construction and mining activity,
- Government investments in infrastructure and defence,
- Rapid urbanization and increased tunnel development.

Countries such as India, China, UAE, and Saudi Arabia have led large-scale tunnel and highway construction using industrial explosives. India's infrastructure growth, combined with its strategic mining and mineral exploration agenda, has made it a significant consumer of industrial explosives.

India is also undergoing regulatory transformation in this space. The Explosives Bill, 2024—intended to replace the colonial-era Explosives Act of 1884—proposes a modern framework for licensing, usage limits, compliance, and penalties. Once enacted, it is expected to create a safer, more accountable environment for handling high-energy materials.

While growth prospects are strong, the industry must navigate operational risks related to environmental safety, logistics, and regulatory oversight. Manufacturers are increasingly required to adopt international best practices, including real-time inventory tracking, GPS-based transport monitoring, and controlled storage systems.

With aluminium powder at the core of energy-intensive formulations, MMP Industries Limited remains well-positioned to serve this growing market with quality-assured, application-specific powder grades.

**Aluminium Foil**

The aluminium foil industry continues to experience robust growth in FY 2024–25, driven by evolving consumer preferences, rapid urbanisation, and increased demand for convenience-based packaging. The shift towards on-the-go consumption, rising penetration of quick-service restaurants, and the proliferation of e-commerce in food delivery have significantly accelerated the adoption of flexible, lightweight, and hygienic packaging materials. In this context, aluminium foil has emerged as a key packaging solution due to its superior barrier properties, thermal stability, and recyclability.

Widely used across food, beverage, and pharmaceutical industries, aluminium foil provides effective protection against moisture, light, oxygen, and microbial contamination, thereby extending product shelf life and preserving quality. In retail environments such as supermarkets, bakeries, and food stalls, aluminium-based pouches and wraps ensure hygiene, convenience, and compliance with safety standards.

The demand surge in ready-to-eat meals and packaged foods, especially among India's growing working population, has significantly expanded the market for aluminium foil in the FMCG segment. At the same time, the proliferation of electric vehicles (EVs) and mobile technologies has increased the requirement for lithium-ion batteries, where aluminium foil serves as a critical component for cell sealing and current collection.

The sustainability profile of aluminium continues to give it a competitive edge. According to industry estimates, approximately 75% of all aluminium ever produced remains in circulation—a testament to its recyclability and environmental efficiency. Recycling aluminium requires significantly less energy than primary production, thereby reducing greenhouse gas emissions and aligning with ESG goals of both manufacturers and consumers. This sustainability advantage is prompting brands to replace plastic and multi-layered composites with recyclable aluminium alternatives.

Beyond the food and pharmaceutical sectors, aluminium foil is also gaining traction in electronics, insulation, and construction applications. Its light weight, corrosion resistance, and insulating capabilities make it suitable for thermal shielding, power transmission equipment, and precision electronic components. The pharmaceutical industry continues to rely on aluminium foil for strip packing, blister packs, and sachets, given its non-toxic and tamper-evident characteristics.

The growth is being driven by robust demand from packaging innovations, energy storage technologies, and the healthcare sector. However, the market's upward trajectory may face headwinds due to geopolitical trade interventions, such as anti-dumping duties imposed by the U.S. and other jurisdictions on aluminium products originating from countries like China and Oman. These trade measures may disrupt global pricing structures and sourcing strategies, especially for foil manufacturers that depend heavily on export markets.In the Indian context, the aluminium foil segment is well-positioned for sustained expansion, supported by:

- the government's focus on sustainable and recyclable packaging,
- growing urban consumption,
- deeper penetration of organized retail, and
- rapid improvements in cold-chain infrastructure.

Enterprises with backward integration, recycling capabilities, and diversified product portfolios are expected to benefit most from these evolving market dynamics.

A notable development in FY 2024–25 is the implementation of anti-dumping duties on aluminium foil (up to 80 microns thickness) imported from China, effective March 2025 for a five-year period. This trade safeguard, aimed at curbing the adverse effects of underpriced imports, is expected to:

- stabilize domestic prices,
- improve capacity utilization for Indian manufacturers, and
- stimulate long-term investments in quality enhancement and technological innovation.

Overall, this move aligns with broader efforts to fortify the domestic aluminium value chain and build a more resilient and globally competitive manufacturing ecosystem.

Aluminium Conductors and Cables

In FY 2024–25, aluminium conductors continue to serve as a cornerstone in the global power transmission and distribution infrastructure. Known for their high tensile strength, corrosion resistance, and cost-effectiveness, aluminium conductors are extensively used in the construction of overhead power lines and grid networks, particularly across emerging and developing economies. With the ongoing transition to sustainable energy and expanding electrification initiatives, the demand for reliable and efficient transmission infrastructure has surged, placing aluminium at the forefront of energy sector materials.

While copper offers higher conductivity, aluminium's lower density allows for greater conductivity per unit weight, making it a lighter and more economical alternative. Modern conductor designs often involve aluminium strands wound around composite or reinforced cores to optimize strength, reduce sag, and extend transmission range. Over time, older steel-reinforced conductors have shown susceptibility to corrosion, prompting a wave of replacement activity across ageing grids—further stimulating demand for advanced aluminium-based solutions.

. The steady growth is driven by the continued rollout of electrification initiatives, expansion of renewable energy infrastructure, modernization of smart grids, and increased investment in high-voltage transmission systems. Aluminium conductors are increasingly preferred for long-distance power transmission owing to their light weight, lower sag, and cost efficiency—qualities that make them particularly suitable for improving electricity access across remote and challenging geographies.

In India, the momentum remains strong as the country retains its position as the third-largest producer and consumer of electricity globally. As of April 2024, India's installed power capacity stood at 441.97 GW, with an ambitious goal of achieving 500 GW of renewable energy capacity by 2030. This is being supported by a range of strategic infrastructure projects, including:

- The Raipur–Visakhapatnam Expressway (₹20,000 crore),
- The Kala Amb smart grid initiative (₹19.44 crore),
- And ₹19,518 crore allocated for metro rail development under the Union Budget 2023–24.

These investments reflect India's broader shift toward infrastructure-led economic growth, clean energy integration, and technologically advanced grid systems.

The domestic cables and conductors industry is evolving to meet these demands through innovations in thermal performance, corrosion resistance, and eco-friendly design. While the sector is benefitting from long-term infrastructure trends, it continues to face challenges such as global economic uncertainty, supply chain disruptions, and volatile raw material prices. In response, industry players are increasingly adopting strategies such as localized sourcing, recycling infrastructure, and green manufacturing practices to align with ESG commitments and reduce reliance on imports.

**Pesticides and Aluminium in Agriculture**

The global agriculture sector faces rising pressure to increase productivity while managing the risks posed by pests, climate variability, and shrinking arable land. In this context, pesticides play a vital role in safeguarding crops against insects, weeds, and diseases, thereby ensuring food security and yield optimization. Their significance has grown in recent years as governments aim to enhance agricultural output and reduce post-harvest losses.

As of FY 2025–26, Asia remains the dominant consumer of pesticides, accounting for over half of global usage. India continues to rank 12th globally and 3rd in Asia, following China and Turkey. According to Allied Market Research, the global pesticide market, valued at USD 45.7 billion in 2022, is projected to reach USD 92.6 billion by 2032, registering a CAGR of 7.5%. The Indian pesticide market, estimated at USD 321.5 million in 2024, is forecast to grow at a CAGR of 8.01% through 2030, driven by India's expansive agricultural footprint, proactive government subsidies, and a growing shift toward scientific and precision farming practices.

While pesticides remain indispensable for crop protection, their overuse or misapplication continues to raise serious environmental and public health concerns, underscoring the need for integrated pest management (IPM) and precision agriculture.

Amid this agricultural evolution, aluminium is emerging as a key enabler of sustainable farming. Traditionally associated with industries like construction and aerospace, aluminium is now finding innovative applications in agriculture due to its light weight, durability, non-toxicity, and resistance to corrosion. Its agricultural contributions span a range of use cases:

- Aluminium compounds, such as aluminium sulphate, are used as adjuvants to boost pesticide performance, adjust pH levels in formulations, and act as flocculants in irrigation water treatment.
- Aluminium salts are incorporated in fungicides for their effective antifungal action.
- Aluminium foils and barrier packaging are critical for safe storage and transportation of agrochemicals, minimizing degradation and extending shelf life.
- In precision farming, aluminium is increasingly used in lightweight spraying devices, sensor casings, and agricultural drones, improving the accuracy of pesticide application and reducing environmental impact.
- For greenhouses and polyhouses, aluminium frameworks offer structural stability, weather resistance, and long-term sustainability in chemically active environments.

As India advances toward mechanized, resource-efficient, and climate-resilient agriculture, aluminium's role is set to expand. Its integration across crop protection, irrigation, and equipment manufacturing reflects a broader trend of technological convergence aimed at meeting the twin goals of agricultural productivity and environmental stewardship.

**COMPANY OVERVIEW**

MMP Industries Limited ("MMP" or "the Company") is engaged in the production of a diverse range of aluminium-based products, operating from its manufacturing facilities located in and around Nagpur, Maharashtra. The Company's product portfolio includes pyro and flake aluminium powders, atomised aluminium powders, aluminium foils, aluminium pastes, and aluminium conductors and cables.

The Company's aluminium powders—comprising pyro, flake, and atomised variants—cater to multiple industrial segments, including:

- Construction, for the manufacture of AAC (Autoclaved Aerated Concrete) blocks;
- Mining and infrastructure, in the form of aluminised slurry explosives;
- Agriculture, for use in pesticide formulations;
- Defence, for applications in ammunition;
- Railways, in thermite welding processes;
- Fireworks, for pyrotechnic products.

In addition, aluminium foils produced by MMP are widely used in the pharmaceutical and food packaging sectors due to their excellent barrier properties and hygienic characteristics. The Company's aluminium conductors and cables serve the power transmission sector, playing a critical role in the installation of overhead transmission lines across the country.

**Upcoming Projects**

To augment its product portfolio and support the growing demand in power infrastructure and grid modernization, the Company is actively expanding its operations through strategic investments in its wholly owned subsidiaries:

- MMP Electricals Private Limited is in the process of setting up a new manufacturing facility for composite insulators, which are widely used in high-voltage transmission and distribution networks. These insulators offer high mechanical strength, improved resistance to environmental degradation, and longer service life compared to conventional ceramic or glass insulators. The addition of composite insulators will enable the Company to offer a comprehensive range of power transmission products to utilities and infrastructure developers.
- MMP Cables Private Limited is developing a manufacturing facility for Low Voltage Power Cables (LVPC), marking the Company's entry into the fast-growing segment of energy-efficient and safety-compliant cable solutions. LVPCs are essential for domestic, commercial, and industrial electrical systems, and the new facility will cater to increasing demand driven by urban electrification, smart buildings, and renewable energy installations.

These initiatives align with the Company's long-term strategy of strengthening backward and forward integration across the aluminium value chain while diversifying into high-growth, high-demand segments within the electrical and infrastructure sectors.

The company plans to establish a wire rod manufacturing facility as part of a backward integration initiative, with an investment of ₹ 130 - 150 Mn,. This project will be undertaken under a separate wholly owned subsidiary—MMP Alutech Private Limited. The initiative is aimed at improving margins for the Cable/Conductor and LVPC segments while reducing reliance on external wire rod procurement and ensuring a stable supply chain.

**ASSOCIATE COMPANIES / JOINT VENTURE COMPANIES**

The Company has a joint venture with Toyo Aluminium K.K. of Japan, Toyal MMP India Private Limited (TMI), for the manufacturing of special grades of aluminium paste. The Company holds 26% equity in the new joint venture.

Star Circlips & Engineering Limited is an associate Company engaged in the manufacture of circlips, retaining rings, washers, shims and formed components mainly used in auto and auto component industries in which the Company holds 26.06% equity.

**EXPORT**

MMP primarily exports its products to three main regions in the world that include Europe, Africa, and the Middle East. The Company's products have started being sold in Japan through our JV company TMI.

**OPPORTUNITIES**

Demand for aluminium is expected to pick up as the scenario improves for user industries like power, infrastructure, coal, mining, and transportation.

The Company will also have access to various global Toyo marketing channels, which will help both the Aluminium powder and paste business. Since the Company produces certain powders not in the range of our JV partner Toyo Aluminium KK, this is an opportunity to open business potential in Japan through TMI.

The company has entered into a long term sale arrangement for special grades of concrete powders for AAC Industry with its long term partner in Europe. This will be a volume business and as the economic situation stabilises in Europe, we expect improved margins in the coming years from this new long term opportunity.

With the installation of special machinery and process development assistance from our JV partner, the Company will produce special fractions of powders for bulk usage in space applications and specialized defence applications.

In parallel, the imposition of anti-dumping duties on aluminium foil (up to 80 microns) imported from China, effective March 2025 for a period of five years, marks a key policy shift aimed at addressing trade imbalances. This decision is expected to ensure pricing stability, improve domestic capacity utilization, and encourage sustained investment in technology and quality, thereby enhancing the competitiveness of the broader aluminium ecosystem.

**THREATS**

Economic and industrial growth is going to be adversely impacted for the foreseeable future due to external challenges. The uncertainty of how long this will persist cannot be predicted.

The volatility in the prices of important raw material namely Aluminium is another challenge with the rapidly changing global economic scenario. This impacts business of all aluminium user segments.

The manufacturing and handling of Aluminium Powder is inherently hazardous and there is always a risk of accidents in the plant. MMP is OHSAS and EMS certified and gives prime importance to the safety of its people. The Company conducts regular safety audits and trainings to mitigate risks of an accident.

**CAUTIONARY STATEMENT**

The statements in the 'Management Discussion and Analysis' describing the Company's objectives, projections, estimates and expectations may be 'forward-looking statements' within the meaning applicable to securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand or supply and price conditions in the domestic and overseas markets, changes in the Government regulations, tax laws and other statutes and other incidental factors.

Source:"https://www.alcircle.com/specialreport/2389/india-aluminium-market-report-forecast-till-2030?utm_source=chatgpt.com"TechSci Research+8alcircle+8Next Move Strategy Consulting+8

## CORPORATE GOVERNANCE REPORT – FY 2024-25

Transparency and accountability are the bedrock principles upon which the framework of Corporate Governance is built. These values are not merely procedural; they reflect the ethical compass and long-term vision of a responsible organization. At its core, Corporate Governance is centered on the objective of maximizing value for all stakeholders — including shareholders, employees, customers, partners, and the broader community — through the efficient and prudent use of the company's resources.

This governance framework goes beyond financial performance. It embraces a broader mandate that includes fulfilling the company's duties towards Corporate Social Responsibility (CSR) and making a meaningful contribution to the nation's socio-economic development. By ensuring that business decisions are not only economically sound but also ethically grounded and socially responsible, Corporate Governance becomes a vehicle for sustainable and inclusive growth.

A key aspect of this philosophy is unwavering transparency in all decision-making processes and business activities. This involves maintaining openness in the company's operations, being accountable for outcomes, and providing full and fair disclosures to the Board, shareholders, regulators, and other stakeholders. It fosters trust, mitigates risks, and ensures that all actions are taken with due diligence and integrity.

These guiding principles are deeply embedded in the Company's ethos and shape both its present operations and future strategies. The Company remains committed to upholding the highest standards of Corporate Governance as prescribed under applicable regulations and best practices, not only in letter but also in spirit. Recognizing that the business environment is constantly evolving, the Company continuously reviews and refines its internal systems, governance structures, and decision-making mechanisms to ensure they remain robust, transparent, and forward-looking.

In doing so, the Company reaffirms its dedication to building long-term value, fostering trust among stakeholders, and contributing meaningfully to the broader vision of responsible corporate citizenship.

**Brief statement on the Company's Philosophy on Code of Corporate Governance**

Corporate Governance has been deeply embedded in MMP's operational philosophy since the very beginning. We strongly believe that effective Corporate Governance is the result of implementing sound management practices, strict compliance with applicable laws and regulations, and an unwavering commitment to ethical conduct and transparency. These core principles, reinforced by the Company's consistent and impactful engagement in Corporate Social Responsibility (CSR) initiatives within local communities, form the foundation of our strategic vision to become the most sustainable and competitive player in our industry. They also align seamlessly with our mission to create enduring value for all our stakeholders.

MMP has diligently implemented the Corporate Governance framework as prescribed by the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. In line with statutory expectations, the Company has developed and adopted all requisite policies under the Companies Act, 2013, and the applicable rules and Listing Regulations. In furtherance of this, the Company has constituted all necessary committees to ensure effective governance, oversight, and accountability in its functioning.

To foster transparency and keep stakeholders informed, MMP ensures that all relevant disclosures and updates are made available in a timely manner on its official website: https://mmpil.com/wp-content/uploads/2024/09/MMP-CSR-Policy.pdf. This approach reflects our commitment to open communication and easy accessibility of critical information.

Our dedication to regulatory compliance is comprehensive and ongoing. MMP adheres rigorously to all applicable statutory requirements and regulatory frameworks governing its operations. Notably, the Company fully complies with the Secretarial Standards issued by the Institute of Company Secretaries of India — SS-1 related to Board Meetings and SS-2; which concerned with General Meetings — both in letter and in spirit. This adherence underscores our commitment to good governance practices and our resolve to uphold the highest standards of corporate conduct across all areas of operation.

**MANDATORY REQUIREMENTS**

The Board of Directors and the Management of **MMP Industries Limited** are firmly committed to upholding the highest standards of Corporate Governance. This commitment is reflected through the following guiding principles:

**(i) Commitment to Stakeholder Value Creation**

We strive to enhance stakeholder value by:

- Making sound and well-informed business decisions,
- Practicing prudent financial management, and
- Upholding the highest standards of ethics and integrity across all levels of the organization.

**(ii) Promoting Transparency and Professionalism**

We ensure that all decisions and transactions of the Company are conducted with complete transparency and professionalism, fostering trust and accountability.

**(iii) Pursuit of Excellence in Corporate Governance**

We are dedicated to achieving excellence in governance by:

– Adhering to and, wherever possible, exceeding the applicable statutory Corporate Governance requirements, and

– Continuously reviewing and improving Board procedures and management systems to ensure relevance and effectiveness.

**(iv) Integrated Approach to Health, Safety, and Environment (HSE)**

We recognize health, safety, and environmental sustainability as integral components of our business strategy. We are committed to raising awareness and promoting best practices in HSE not only within the Company but also among our partners and stakeholders.

**(v) Environmental Stewardship**

We actively implement, maintain, and continually enhance our environmental management systems to ensure responsible operations and sustainable practices.

**(vi) Operational Excellence and Employee Engagement**

We aim to achieve excellence in all areas of our operations by fostering employee involvement at every level. Our focus remains on reducing costs, improving productivity, enhancing quality, and striving towards the goals of **Zero Failure, Zero Defect, and Zero Accident**.

(i) The Vision and Mission of the Company

| VISION | MISSION |
|---|---|
| To be the most preferred manufacturer and brand of aluminium foils, aluminium powders and aluminium conductors/cables for all user applications. | To consistently exceed customer's expectations of quality, cost and delivery through process optimization, system improvements and continuous customer interaction.<br>To generate and sustain an atmosphere of trust and mutual respect with all stakeholders in the business and outside. |

**2. BOARD OF DIRECTORS**

**a. Composition:** The Board of Directors of the Company as of 31st March 2025 consisted of:-

| Sr. No. | DIN /PAN | Name | Designation |
|---|---|---|---|
| 1 | 00008901 | Mr. Arun Raghuvirraj Bhandari | Executive Director |
| 2 | 00010934 | Mr. Lalit Bhandari | Executive Director |
| 3 | 08342116 | Mr. Tenneti Narasimham Murthy | Executive Director |
| 4 | 01176865 | Mr. Mayank Arun Bhandari | Non- Executive Director |
| 5 | 06923525 | Mr. Karan Yudhistir Varma* | Non- Executive Independent Director |
| 6 | 07085469 | Ms. Ulka Kulkarni | Non- Executive Independent Director |
| 7 | 02599024 | Mr. Vijay Singh Bapna | Non- Executive Independent Director |
| 8 | 00907147 | Mr. Sunil Khanna | Non- Executive Independent Director |
| 9 | 00271310 | Mr. Sanjay Sacheti | Non- Executive Independent Director |
| 10 | 06890618 | Mr. Sachin Nirgudkar* | Non-Executive Independent Director |
| 11 | 06458838 | Ms. Rohini Bhandari* | Non-Executive Director |
| 12 | ADCPK2636D | Mr. Sharad Khandelwal | Chief Financial Officer |
| 13 | ABKPU5688B | Ms. Madhura Ubale | Company Secretary & Compliance Officer |

**During the financial year 2024-25 ended 31st March 2024 under review:**

*Mr. Karan Varma resigned owing to preocupation and Mr. Sachin Nirgudkar, Ms. Rohini Bhandari was appointed on 8th August, 2025.

**b. Meetings, agenda and proceedings etc. of the Board of Directors**

**The attendance of Director/s at the Board Meeting/s and Fifty First (51st) Annual General Meeting, details of their Directorship in other Companies, Partnership in other Firms or LLP and Membership in the Board Committees of the Company: -**

- Seven (7) meetings of the Board of Directors were held on 1) 24th May 2024 (2) 22nd July 2024 (3) 10th August 2024 (4) 7th October 2024 (5)12th November, 2024 (4) 13th February 2025 (5) 17th March 2025 during the Financial Year 2024-25 ended 31st March 2025 under review.
- Fifty First (51st) Annual General Meeting (**AGM**) was held on 28th August 2024.

| Sr. No. | Name of Director | No. of Board Meetings Attended / Entitled | Whether Attended 51st AGM | Directorship in Other Companies | Partnership in LLP's | Committee Membership | Directorship in other Listed Companies |
|---|---|---|---|---|---|---|---|
| 1. | Mr. Arun Raghuvirraj Bhandari | 7/7 | Yes | 7 | -- | -- | -- |
| 2. | Mr. Lalit Bhandari | 6/7 | Yes | 1 | -- | 1 | -- |
| 3. | Mr. Karan Varma | 1/7 | No | -- | -- | - | -- |
| 4. | Mr. Vijay Singh Bapna | 7/7 | Yes | 3 | - | 5 | 2 |
| 5. | Mr. Sunil Khanna | 7/7 | Yes | 1 | -- | 1 | -- |
| 7. | Mr. Tenneti Narasimham Murthy | 6/7 | Yes | -- | -- | -- | -- |
| 8. | Mr. Mayank Arun Bhandari | 5/7 | Yes | 7 | -- | -- | -- |
| 9. | Mr. Sanjay Sacheti | 7/7 | Yes | 4 | - | 3 | - |
| 10. | Ms. Ulka Kulkarni | 6/7 | Yes | 1 | - | 2 | - |
| 11. | Mr. Sachin Nirgudkar | 0/0 | NA | - | - | - | - |
| 12. | Ms. Rohini Bhandari | 0/0 | NA | - | - | - | - |

* Mr. Vijay Singh Bapna is Director in Two (2) Listed Companies namely:-

i) Lagnam Spintex Limited (CIN: L17119RJ2010PLC032089);

ii) Usha Martin Limited (CIN: L31400WB1986PLC091621)

- Directorship in other Companies meant for Companies other than Foreign Companies.
- Committee Membership meant for Chairman or Member of Audit Committee and Stakeholders' Relationship Committee of the Company and other companies also.
- None of the Directors of the Company are inter-se related to each other except Mr. Arun Bhandari, Managing Director is father of Mr. Mayank Arun Bhandari, Non-Executive Director and Ms. Rohini Bhandari and cousin of Mr. Lalit Bhandari, Whole-time Director and accordingly Mr. Mayank Arun Bhandari is nephew of Mr. Lalit Bhandari and Ms. Rohini Bhandari is Niece.
- None of the Independent Director/s have any material pecuniary relationship or transactions with the Company other than receiving Sitting Fees for the Board and its Committee Meeting/s of the Company.
- The Company ensures that all statutory, significant material information are placed before the Board or Committee/s of Board, for their information, consideration, review and approval, if any, to enable them to discharge their responsibilities as trustees of the large family of stakeholders. The Board periodically reviews compliance of all laws applicable to the Company.

Scheduling and selection of Agenda items for the Board Meetings:-

- All department/s of the Company schedule their work and plans in advance, particularly with regard to matters requiring consideration at the Board or its Committee Meeting/s of the Company.

Post meeting follow-up mechanism

- All important decisions taken at the Board or its Committee Meeting/s are promptly communicated to the concerned department/s. Action Taken Report on decisions and minutes of previous meetings are placed at the succeeding meetings of the Board and its Committee for their information, review, ratification and approval, if any.

**Code of Conduct for the Board of Directors and Senior Management:-**

- The Code of Conduct has already been communicated to all the Board and senior management members. The Code is also available on the Company's website https://mmpil.com/wp-content/uploads/2023/01/Evaluation-of-the-Boards-Performance.pdf. All the Board members and senior management personnel have confirmed compliance with the Code for the financial year 2024-25 ended 31st March 2025. The Annual Report contains a declaration to this effect signed by the Managing Director of the Company.

**c. Woman Director**

As per the provisions of the Companies Act, 2013 read with Listing Regulations, Ms. Ulka Kulkarni [DIN: 07085469] is appointed as Women Director of the company since 6th November, 2023.

**d. Separate Meeting of Independent Directors**

As stipulated by Schedule IV - Code of Independent Directors to the Companies Act, 2013 and the Regulations 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate meeting of the Independent Directors of the Company was held on Friday, 24th May 2024 to review inter-alia, the performance of all the Director/s including Executive Directors & Chairman and Key Managerial Personnel of the Company, and the Board including its Committees. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management, the Board and its Committees, which is necessary to effectively and reasonably perform and discharge their duties.

**e. Induction, Training and Familiarization Program for Board Members**

An effective induction program for newly appointed Directors, along with continuous training for existing Directors, plays a vital role in upholding the Company's high standards of Corporate Governance. Every new Director undergoes a structured induction process, which includes a presentation by the Managing Director covering key aspects of the Company such as manufacturing, marketing, finance, and other critical functions. The Chief Financial Officer and the Company Secretary are jointly responsible for facilitating these induction and training programs.

Independent Directors may, as needed, request detailed insights into specific projects, operations, or processes. The management addresses such requests by providing the necessary information and training either during Board meetings or through separate sessions.

The induction program typically includes interactive meetings with members of the executive committee, business and functional heads, site visits to manufacturing facilities, and visits to locations where the Company's CSR initiatives are implemented. For subjects requiring specialized knowledge, the Company engages external experts and consultants to conduct presentations and discussions with the Board.

To familiarize Directors with the Company's operations and business model, the management team regularly delivers presentations. Directors are also kept informed about industry trends, new initiatives, and strategic plans of the Company. Board members receive relevant reports, internal policies, and periodic updates during Board and Committee meetings.

Additionally, Directors are briefed on their roles, powers, rights, and responsibilities under applicable laws and regulations, including the Companies Act, 2013 and the Listing Regulations, among others.

**f. Evaluation of the Board's Performance**

During the financial year 2024-25 ended 31st March 2025, the Board continued with a formal mechanism for evaluating its performance as well as that of its Committees and individual Director/s, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Board functioning such as composition of the Board and its Committee/s, experience and competencies, performance of specific duties and obligations, governance issues, etc. Separate exercise was carried out to evaluate the performance of individual Director/s including the Chairman of the Board, who were evaluated on parameters such as attendance, contribution at the meetings, independent judgment, safeguarding of minority shareholders interest, etc. by framing suitable questionnaire.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Director/s. The Director/s were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committee/s with the Company.

**g. Key Board qualifications, expertise and attributes**

The Board comprises of qualified members who possess required skills, expertise and competencies that allow them to make effective contributions to the Board and its Committees. The key qualifications, skills, and attributes which are taken into consideration while selecting candidates to serve on the Board are namely:- i) Experience / knowledge of Industry/ Sector; ii) Finance & Taxation; ii) Diversity; iii) Sales & Marketing; iv) Projects; v) Public Relations and iv) Sustainability and Environment, Social and Governance.

The list comprising the name of Board Members of the Company and the core skills, expertise and competencies possessed by them is given hereunder:

| Name of Director | Skills / Expertise / Competencies | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Industry Knowledge and Experience | | Technical Knowledge / Skills/ Experience | | | | | Integrity & High Ethical Standards and ability to devote time and energy to their role |
| | Experience / knowledge of Industry/ Sector | Finance & Taxation | Diversity | Sales & Marketing | Projects | Public Relations | Sustainability and Environment, Social and Governance | |
| Mr. Arun Raghuvirraj Bhandari | √ | √ | √ | √ | √ | √ | √ | √ |
| Mr. Lalit Bhandari | √ | √ | √ | √ | √ | √ | √ | √ |
| Mr. Karan Varma | √ | √ | √ | √ | -- | √ | √ | √ |
| Mr. Sanjay Sacheti | √ | √ | √ | √ | -- | √ | √ | √ |
| Mr. Vijay Singh Bapna | √ | √ | √ | -- | √ | √ | √ | √ |
| Mr. Sunil Khanna | √ | √ | √ | √ | √ | √ | √ | √ |
| Mr. Tenneti Narasimham Murthy | √ | -- | √ | -- | √ | √ | √ | √ |
| Mr. Mayank Arun Bhandari | √ | √ | √ | √ | √ | √ | √ | √ |
| Ms. Ulka Kulkarni | √ | √ | √ | - | √ | √ | √ | √ |
| Mr. Sachin Nirgudkar | √ | √ | √ | √ | √ | √ | √ | √ |
| Ms. Rohini Bhandari | √ | √ | √ | √ | √ | √ | √ | √ |

**h. Agenda**

All the meeting/s are conducted as per well designed and structured agenda. All the agenda item/s are backed by necessary supporting information, notes and documents (except for critical or unpublished price sensitive information, which is circulated at the meeting itself) to enable the Board and its Committee to take informed decisions. The agenda also includes item related to ratification, confirmation and approval, if any, of minutes of the previous Board and its Committee meeting/s. Additional agenda item/s, if any, in the form of "Other Business" are included with the permission of the Chairman and with the requisite consent of majority of the Director/s of the Company. The agenda including notes thereof are generally circulated together with Notice, Seven (7) clear days prior to date of the Board and its Committee Meeting/s. In addition, the resolution/s passed by circulation, if any, for any business exigencies, were later placed in the ensuing Board Meeting for ratification and approval, if any.

The Companies Act, 2013 read with the relevant rules made there under, now facilitates the participation of Director/s in the Board and its Committee Meeting/s through video conferencing or other audio visual mode. Accordingly, the option to participate in the meeting through video conferencing (subject to technical aspects) was made available for the Director/s.

The Board periodically reviews the item/s required to be placed before it and in particular, reviews and approves the quarterly and yearly financial statements (Audited or Un-audited), statement of Deviation or Variation (Utilization of IPO proceeds), corporate strategies, business plans, annual budgets, projects and capital expenditure. The Board monitors overall operating performance, progress of major projects and review such other items which require Board's attention. It directs and guides the activities of the management towards the set goals and seeks accountability. It also sets standards of corporate behavior, ensures transparency in corporate dealings and compliance with all applicable laws and regulations. The agenda for the Board meeting covers item/s set out as per the various laws and regulations applicable to the Company, including but not limited to, the Companies Act, 2013 read with the rules made there under and the Listing Regulations to the extent these are relevant and applicable to the Company.

**i. Invitees and Proceedings**

Apart from the Board members, the Company Secretary is a Secretary to the Board and all its Committee/s, while the Chief Financial Officer (CFO) is invited to attend the Board Meeting/s as well as its Committee Meeting/s. Auditors and other senior management executives are called, as and when necessary, to provide additional inputs for the item/s being discussed by the Board and its Committee/s. The CFO makes presentation on the quarterly and annual operating financial performance and capital expenditure budget. The Managing Director, CFO and/ or other Senior Executives make presentations on capital expenditure proposals and progress, operational health, safety and other business issues. The Chairman of various Board Committee/s regularly brief the Board on all the important matters discussed and decided at their respective Committee meeting/s, which are generally held prior to the Board meeting of the Company.

**j. Post Meeting Action**

Post meetings, all important decisions taken at the meeting were communicated to all the concerned officials and departments. An Action Taken Report is prepared and reviewed periodically by the Company Secretary for the action taken and pending for further action.

The matters considered at the Board Meetings, which needs to be disseminated to the investors at large, in terms of SEBI Regulations including Listing Regulations, were communicated through online submission to Stock Exchange i.e., NSE.

**k. Support and Role of Company Secretary**

The Company Secretary is responsible for convening the Board and its Committee meeting/s, preparation and distribution of agenda and other documents, recording of the minutes of the meetings. He acts as an interface between the Board and the management, provides required assistance or assurance to the Board and the management on compliance and governance aspects.

**l. Brief Profile of Directors**

**Mr. Arun Raghuvirraj Bhandari, Chairman & Managing Director [DIN - 00008901]**

**Arun Bhandari**, aged 69 years, is the Promoter, Chairman & Managing Director of the Company. He holds a Bachelor's degree in Technology in Chemical Engineering from the Banaras Hindu University, Banaras, India. He has experience of more than 40 years in the manufacture of pyro technique aluminium powder, paste and conductors and also manufacturing of circlips, retaining rings and other carbon steel stampings and formed components. He has been on Board since 5th February 1981.

Presently he holds position as the Director of Toyal MMP India Private Limited and Director of Star Circlips & Engineering Limited, Mayank Fasteners Private Limited, Rohini Horticulture Private Limited and wholly owned subsidiaries of MMP Industries Limited- MMP Electricals Private Limited, MMP Cables Private Limited and MMP Alutech Private Limited. He is a Chairman of the Corporate Social Responsibility (CSR) Committee, Share Transfer Committee and Project Monitoring Committee, and a Member of Risk Management Committee and is an Invitee to Audit Committee of the Company. He is holding 69,59,461 equity shares (constituting 27.40% of Shareholding) in the capital of the Company.

**Mr. Lalit Bhandari, Whole-time Director [DIN - 00010934]**

**Lalit Bhandari**, aged 69 years, is a Whole-time Director of the Company. He is qualified as a Graduate, has been associated with the MMP Group of Companies since Year 1981. He has worked at various positions and has experience of more than 40 years in the Aluminium powder and paste business and specifically, in project management.

Presently, he holds directorship in Rohini Horticulture Private Limited. He is a Chairman of Risk Management Committee; and a Member of Stakeholders' Relationship Committee, Corporate Social Responsibility (CSR)

Committee, Share Transfer Committee and Project Monitoring Committee of the Company. He is holding 125 equity shares in the capital of the Company.

**Mr. Mayank Bhandari, Non Executive Director [DIN – 01176865]**

**Mayank Bhandari**, aged 40 years, is the Promoter, Director of the Company. He holds a Master's degree in Manufacturing Engineering from the University of Warwick, England.

His responsibilities include administration, sales & marketing and commercial functions.

He is the Executive Director of Star Circlips & Engineering Ltd. as well as Director of Toyal MMP India Pvt. Ltd., MMP Alutech Private Limited , MMP Cables Private Limited, MMP Electrical Private Limited

**Ms. Ulka Kulkarni, Non-executive, Independent Director [DIN -07085469]**

Ulka Kulkarni, holds Bachelor degrees of Commerce and Law and Fellow Membership of Institute of Company Secretaries of India. Currently working as Practicing Company Secretary, she has versatile experience of working in field of Accounts Field and Secretarial field various renowned companies. Her acumen of working in Manufacturing companies and legal field will be beneficial for the company.

She is a Member of Nomination & Remuneration Committee, Corporate Social Responsibility (CSR) Committee and Share Transfer Committee of the Company. She is not holding any equity shares in the capital of the Company.

**Mr. Vijay Singh Bapna, Non-executive, Independent Director [DIN - 02599024]**

**Vijay Singh Bapna,** aged 77 years, a Professional, holding Fellow Membership of the Institute of Chartered Accountants of India (ICAI) and a Member of the Institute of Directors, New Delhi. He has over 47 years of industry leadership experience, by holding various top level position/s, like President, CEO and Board Membership including Whole-time Directorship, for more than 27 years with the Companies in India, Thailand, Canada and USA like Aditya Birla Group, Reliance Petroleum, Balco (Vedanta Group), Indorama Petrochem (Bangkok), Welspun Resource (Australia), Essar Steel Algoma (Canada), Essar Steel Mineasota (USA) Ispat Industries (Now JSW Steel), Welspun Maxsteel Limited, Welspun Steel Limited and Remi Metal Gujarat Limited.

He was the Past Chairman of Sponge Iron Manufacturers Association, Past Vice-Chairman of Cold Rollers Association and Coated Manufacturers Association. He is an Independent Director of Usha Martin Limited and Lagnam Spintex Limited.

He is a Chairman of Audit Committee; and a Member of Nomination & Remuneration Committee of the Company. He is not holding any equity shares in the capital of the Company.

**Mr. Sunil Khanna, Non-executive, Independent Director [DIN - 00907147]**

**Sunil Khanna,** aged 69 years, a Technocrat, holds a Bachelor's Degree in Electronics Engineering from Indian Institute of Technology, Banaras Hindu University (BHU) and also holds a Post Graduate Degree in Electronics Engineering (Communication) from Indian Institute of Technology, Kanpur. He started his career in 1978 with Hindustan Aeronautics Limited as a Design Engineer. Later, he joined DCM Data Products and ABB Group, on various positions in India, Singapore and Indonesia. He has almost 43 years of vast experience in different industries including Oil, Gas, Chemicals, in various position/s in Systems, Designs, Strategic Relations, Departments, in India and abroad.

Presently, he is the Managing Director of Vertiv Energy Private Limited and Additional Director in Radian Finserv Private Limited. He is a Chairman of Nomination & Remuneration Committee; and a Member of Audit Committee and Risk Management Committee of the Company. He is not holding any equity shares in the capital of the Company.

**Mr. Tenneti Narasimham Murthy, Whole-time Director [DIN - 08342116]**

**T. N. Murthy**, aged 56 years, is a Whole-time Director of the Company. He holds Master's Degree in Sociology. He has also completed Post Graduate Diploma in Industrial Relations and Personnel Management (PGDIRPM) and Post Graduate Diploma in Human Resource Management (PGDHRM). He has over 27 Years' corporate working experience in various aspects of Human Resources, Industrial (Employees) Relations, Contract Management, Welfare, Administration, Training & Development, Performance Appraisal, and related activities, including Statutory Compliances. He is associated with the Company sin February 2018 as General Manager (HR and Admin).

He joined the Board of Directors as a Whole-time Director since 2nd February 2019. He is a Member of Risk Management Committee of the Company. He is not holding any equity shares in the capital of the Company.

**Mr. Sanjay Sacheti, Independent Director [DIN - 00271310 ]**

Mr. Sanjay Sacheti is currently Country Manager of Olam Agri India Pvt Ltd which is one of the Indian subsidiaries of the Singapore headquartered global agribusiness of Olam Group Ltd. In a career spanning around 34 years, he has also worked with various MNCs and Indian corporate houses like Unilever, ITC ConAgra, the Tata group and the Eicher group.

He is a Chartered Accountant and a Company Secretary.

**Mr. Sachin Nirgudkar, Independent Director [DIN: 06890618]**

He brings over 30 years of leadership experience in the manufacturing and engineering sector, with proven expertise in business transformation, technology promotion, and international operations.

As Partner at Industrial Interface India (3i), he leads the promotion of advanced manufacturing technologies such as fine blanking, hot stamping, and PVD coatings for the automotive industry. He has deep knowledge of hot forming processes and extensive market insight into India's evolving industrial landscape.

Previously, as Managing Director of ABP Induction Systems (India), he successfully turned around an eight-year loss-making unit into a profitable enterprise through operational restructuring, ERP implementation, and financial discipline. He has also held key leadership roles at Schuler India and Mahindra Group companies, with a track record of strategic growth and international project execution.

**Ms. Rohini Bhandari, Non-Executive Director [DIN: ]**

Ms. Rohini Bhandari, aged 36 years, is a qualified legal professional with significant experience in the legal domain. She holds a Master's degree in Law from Columbia University, USA, and a Bachelor's degree in Law from the prestigious ILS Law College, Pune.

Ms. Bhandari has worked with reputed legal firms based in Mumbai, where she gained substantial expertise in various aspects of corporate and commercial law. Her academic background and professional experience make her well-suited to contribute meaningfully to the governance and legal oversight functions of the Board.

She is a relative of Mr. Arun Bhandari, Mr. Mayank Bhandari, and Mr. Lalit Bhandari.

**AUDIT COMMITTEE**

**(a) Constitution**

The Board of Directors has, constituted the Audit Committee of the Company in due compliance of applicable provisions of laws, rules and regulation governing it. Mr. Vijay Singh Bapna act as the Chairman of the Committee. All other members including Chairman of the Audit Committee are the Non-executive, Independent Director/s of the Company. They all possess requisite knowledge of accounts, audit, finance, taxation, internal controls, etc.

**(b) Terms of Reference, Roles & Responsibility of the Committee is as follows:-**

Pursuant to Regulation 18(3) read with Part C of Schedule - II to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), the terms of reference, roles and responsibilities of the Audit Committee shall include, amongst others, the following:-

1. oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
3. approval of payment to statutory auditors for any other permissible services rendered by the statutory auditors;
4. reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to:
   (a) matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
   (b) changes, if any, in accounting policies and practices and reasons for the same;
   (c) major accounting entries involving estimates based on the exercise of judgement by management;
   (d) significant adjustments made in the financial statements arising out of audit findings;
   (e) compliance with listing and other legal requirements relating to financial statements;

(f) disclosure of any related party transactions;

(g) modified opinion(s) in the draft audit report;

5. reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
6. reviewing, with the management, the statement of uses or application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document, prospectus or notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
8. approval or any subsequent modification of transactions of the Company with related parties;
9. scrutiny of inter-corporate loans and investments;
10. valuation of undertakings or assets of the Company, wherever it is necessary;
11. evaluation of internal financial controls and risk management systems;
12. reviewing with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. discussion with internal auditors of any significant findings and follow up thereon;
15. reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
16. discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. to review the functioning of the Whistle Blower Mechanism;
19. approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate;
20. carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
21. reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.
22. consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.

**The Audit Committee shall mandatorily review the following information:**

- management discussion and analysis of financial condition and results of operations;
- statement of significant related party transactions (as defined by the Audit Committee), submitted by management;
- management letters or letters of internal control weaknesses issued by the statutory auditors;
- internal audit reports relating to internal control weaknesses; and
- the appointment, removal and terms of remuneration of the Internal Auditors shall be subject to review by the Audit Committee.
- Statement of deviations:

- quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
- annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

In addition to above:

- The Audit Committee shall have discussions with the Statutory Auditors on the audit of the quarterly, half-yearly and yearly financial statement/s, the yearly audit plan, matters relating to compliance of Accounting Standards and Policies, their observations arising from the audit of the Company's financial statements and other related matters.
- The Audit Committee during its meetings shall review with the management and auditors (both external and internal) on all issues which are required to be reviewed by the Audit Committee pursuant to the Companies Act, 2013 and Listing Regulations. The Audit Committee shall also review the observations of the Internal and Statutory Auditors in relation to all areas of operations of the Company as also the Internal Control Systems. The Audit Committee shall also review the actions taken by the Company on various observations and queries of the Auditors.

**(c) Composition:-**

**Chairman** : Mr. Vijay Singh Bapna, Non-executive, Independent Director

**Members** : Mr. Sanjay Sacheti and Mr. Sunil Khanna, Non-executive, Independent Director/s , Mr. Mayank Bhandari Non-Executive Director of the Company.

**Secretary** : Madhura Ubale, Company Secretary

**(d) Invitees / Participants:-**

(i) Mr. Arun Raghuvirraj Bhandari, Chairman & Managing Director

(ii) CA Sharad Mohanlal Khandelwal, Chief Financial Officer

(iii) Statutory Auditors

(iv) Secretarial Auditors

(v) Internal Auditors

(vi) Cost Auditors

**(e) Meetings and Attendance:**

Four (4) meetings of the Audit Committee were held during the Financial Year 2024-25 ended 31st March 2025 on (1) 24th May 2024 (2) 22nd July 2024 (3) 12th November 2024 (4) 13th February, 2025.

**Attendance**

| Name of Director | Mr. Vijay Singh Bapna | Mr. Sanjay Sacheti | Mr. Mayank Bhandari | Mr. Sunil Khanna |
|---|---|---|---|---|
| No. of Meeting/s Attended / Entitled | 4/4 | 4/4 | 3/4 | 4/4 |

**4. NOMINATION & REMUNERATION COMMITTEE**

**(a) Constitution:**

The Board of Directors has, constituted in due compliance of applicable provisions of laws, rules and regulation governing it. Mr. Sunil Khanna act as the Chairman of the Committee. All other members including Chairman of the Nomination & Remuneration Committee are the Non-executive, Independent Director/s of the Company.

**(b) Terms of Reference of the Committee is as follows:-**

Pursuant to Regulation 19(4) read with Part D of Schedule - II to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the committee is empowered to:

(a) identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance;

(b) formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Boards policy, relating to the remuneration for the directors, key managerial personnel and other employees;

(c) while formulating the policy under (b) above, ensure that:-

i. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;

ii. relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

iii. remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:

(d) devising a policy on diversity of Board of Directors;

(e) whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors;

(f) recommend to the Board, all remuneration, in whatever form, payable to Senior Management;

(g) such other functions or activities as may be assigned or delegated from time to time by the Board of Directors of the Company and/or pursuant to the provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (as amended) and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [SEBI (LODR) Regulations, 2015 / Listing Regulations].

**(c) Composition:-**

**Chairman** : Mr. Sunil Khanna, Non-executive, Independent Director

**Members** : Mr. Sanjay Sacheti and Mr. Vijay Singh Bapna, Non-executive, Independent Director/s of the Company.

**Secretary** : Madhura Ubale, Company Secretary

**Invitees / Participants:-**

(i) Statutory Auditors

(ii) Secretarial Auditors

**(d) Meeting and attendance**

Two (2) meetings of the Nomination & Remuneration Committee were held during the Financial Year 2024-25 ended 31st March 2025 on (1) 22nd July 2024 and (3) 13th February, 2025.

**Attendance**

| Name of Director | Mr. Sunil Khanna | Mr. Sanjay Sacheti | Mr. Vijay Singh Bapna |
|---|---|---|---|
| No. of Meeting/s Attended / Entitled | 2 / 2 | 2 / 2 | 2 / 2 |

**(h) The details of Sitting fees, Remuneration paid for the Financial Year 2024-25 and Commission, if any, for the Financial Year 2023-24 paid during the Financial Year 2024-25 are as under:-**

| Name | Designation | Sitting Fees | Total Remuneration | Commission for the FY 2024-25 | Total Amount |
|---|---|---|---|---|---|
| Mr. Arun Raghuvirraj Bhandari | Chairman & Managing Director | - | 1,34,40,000 | - | 1,34,40,000 |
| Mr. Lalit Bhandari | Whole-time Director | - | 32,84,000 | - | 32,84,000 |
| Mr. Tenneti Narasimham Murthy | Whole-time Director | - | 22,16,000 | - | 22,16,000 |

| Name | Designation | Sitting Fees | Total Remuneration | Commission for the FY 2024-25 | Total Amount |
|---|---|---|---|---|---|
| Mr. Karan Yudhishtir Varma | Non-executive, Independent Director | - | - | - | - |
| Mr. Mayank Arun Bhandari | Non-executive, Director | - | - | - | 0 |
| Mr. Vijay Singh Bapna | Non-executive, Independent Director | 2,15,000 | - | - | 2,15,000 |
| Mr. Sunil Khanna | Non-executive, Independent Director | 2,15,000 | - | - | 2,15,000 |
| Mr. Sanjay Sacheti | Non-executive, Independent Director | 2,10,000 | - | - | 2,10,000 |
| Mr. Ulka Kulkarni | Non-executive, Independent Director | 1,35,000 | - | - | 1,35,000 |

## 5. STAKEHOLDERS' RELATIONSHIP COMMITTEE

**Objective**

This Committee is responsible for the satisfactory redressal of shareholders or investors' grievances and such other functions or activities as may be assigned or delegated from time to time by the Board of Directors of the Company and/ or pursuant to the provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (as amended) and the Listing Regulations.

**Composition**

The Board of Directors has, constituted including re-constituted, the Stakeholders' Relationship Committee of the Company, from time to time in due compliance of applicable provisions of laws, rules and regulation governing it. The composition of Stakeholders' Relationship Committee are Mr. Sanjay Sacheti, Non-executive, Independent Director, as its Chairman and Mr. Karan Varma, Non-executive, Independent Director Mr. Sunil Khanna, Non-Executive, Independent Director and Mr. Lalit Bhandari, Whole-time Director, as the Committee member/s, while Madhura Ubale, is a Secretary to the Committee. The committee was reconstituted on 8th August, 2025 and Mr. Sachin Nirgudkar was appointed as member of committee as Mr. Karan Varma resigned.

Pursuant to Regulation 20(4) read with Part D of Schedule - II to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), the terms of reference, roles and responsibilities, of the Stakeholders Relationship Committee shall be as follows:

i) Resolving the grievances of the security holders of the Company including complaints related to transfer/ transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.

ii) Review of measures taken for effective exercise of voting rights by shareholders.

iii) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.

iv) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

v) Such other functions as per Regulation 20(4) read with Part- D of Schedule - II to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).

**Meeting and attendance**

One (1) meetings of the Stakeholder & Relationship Committee were held during the Financial Year 2024-25 ended 31st March 2025 on (1) 22nd July 2024.

**Attendance**

| Name of Director | Mrs. Karan Varma | Mr. Sunil Khanna | Mr. Sanjay Sacheti | Mr. Lalit Bhandari |
|---|---|---|---|---|
| No. of Meeting/s Attended / Entitled | 0 /1 | 1/1 | 1/ 1 | 1 / 1 |

## 6. SHARE TRANSFER COMMITTEE

**Objective**

This Committee is responsible to consider, review and ratify, all the transfer, transmission, transposition, deletion of name, re-materialisation of shares, issue of duplicate shares, consolidation, splitting of shares and ratify dematerialisation of shares, duly approved by the Company Secretary and in his absence, the Chief Financial Officer of the Company on regular basis to comply with the directions issued by the SEBI and such other functions or activities as may be assigned or delegated from time to time by the Board of Directors of the Company and/or pursuant to the provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (as amended) and the Listing Regulations.

**Composition**

The Board of Directors has, constituted including re-constituted, the Share Transfer Committee of the Company, from time to time in due compliance of applicable provisions of laws, rules and regulation governing it. The composition of Share Transfer Committee are Mr. Arun Raghuvirraj Bhandari, Managing Director as its Chairman and Mr. Sanjay Sacheti, Non-executive, Independent Director, Mr. Lalit Bhandari, Whole-time Director and Ms. Ulka Kulkarni, Non-executive, Independent Director, as the Committee member/s, while Madhura Ubale, was a Secretary to the Committee.

## 7. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE (CSR)

The Company is an eligible Company qualifying under Section 135(1) of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 (as amended) for undertaking the Corporate Social Responsibility (CSR) activities as per the Company's CSR Policy during the financial year 2024-25 ended 31st March 2025.

The Board of Directors has, constituted including re-constituted, the Corporate Social Responsibility (**CSR**) Committee of the Company, from time to time in due compliance of applicable provisions of laws, rules and regulation governing it. The Corporate Social Responsibility (**CSR**) Committee are constituted with Mr. Arun Raghuvirraj Bhandari, Managing Director as its Chairman and Mr. Sanjay Sacheti, Non-executive, Independent Director, Mr. Mayank Bhandari, Non-executive, Non Independent Director, Mr. Lalit Bhandari, Whole-time Director and Ms. Ulka Kulkarni Non-executive, Independent Director, as the Committee member/s, while Madhura Ubale, was a Secretary to the Committee.

During the financial year 2024-25 ended 31st March 2025, the CSR Committee had Two (2) meetings held on 24th May 2024 and 13th February 2025, which were attended by the members as under:-

| Name of Director | Mr. Arun Raghuvirraj Bhandari | Mr. Sanjay Sacheti | Mr. Lalit Bhandari | Ms. Ulka Kulkarni |
|---|---|---|---|---|
| No. of Meeting/s Attended / Entitled | 2/2 | 2/2 | 2/2 | 2/2 |

The Terms of Reference of the Committee is as follows:-

(i) formulate and recommend to the Board, a Corporate Social Responsibility (CSR) Policy which shall indicate the activities to be undertaken either by the Company or through implementing agency as specified in Schedule VII to the Companies Act, 2013 as amended from time to time;

(ii) recommend the amount of expenditure to be incurred on the activities referred to in clause (a);

(iii) monitor the Corporate Social Responsibility (CSR) Policy of the Company from time to time;

(iv) such other functions or activities as may be assigned or delegated from time to time by the Board of Directors of the Company and/or pursuant to the provisions of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 (as amended) and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [SEBI (LODR) Regulations, 2015 / Listing Regulations].

**Disclosure/s**

| Sr. No. | Particulars | Amount |
|---|---|---|
| 1 | Average net profits of the Company for last three (3) financial years | Rs. 3003.68 Lakh |
| 2 | Prescribed CSR Expenditure [two percent (2%) of the amount as in item 1 above] | Rs.60.07 Lakh |
| 3 | Details of CSR spent during the financial year (2023-24):- | |
| | a) Total amount spent for the FY2024-25 | Rs.60.07 Lakh |
| | b) Amount unspent, if any; | The Company has spent Rs.60.07 Lakh against the mandated Rs.60.07 Lakh during the financial year 2024-25. Hence, there is no unspent amount. |
| | c) Manner in which the amount spent during the FY 2024-25 | The manner in which the amount spent is detailed in the **Annex - C** to Board's Report. |

The details pertaining to the Corporate Social Responsibility (CSR) activities together with details of expenditure is enclosed and attached as an **Annex – C** to the Boards' Report of the Company.

**8. RISK MANAGEMENT COMMITTEE (RMC)**

The Risk Management Committee (**RMC**) is required to lay down the procedures for risk assessment, risk minimization procedures and in turn, the Board shall be responsible for framing, implementing and monitoring the risk management plan of the Company.

The Business Risk Evaluation and Management (BREM) is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risks as also identify business opportunities. The objectives and scope of the Risk Management Committee broadly comprises:-

(1) To formulate a detailed risk management policy which shall include:

(a) A framework for identification of internal and external risks specifically faced by the listed entity, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.

(b) Measures for risk mitigation including systems and processes for internal control of identified risks.

(c) Business continuity plan.

(2) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;

(3) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;

(4) To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;

(5) To keep the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken;

(6) The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.

(7) Oversight of risk management performed by the executive management; Reviewing the BREM policy and framework in line with local and legal requirements and SEBI guidelines; and

(8) Reviewing risks and evaluate treatment including initiating mitigation actions and ownership as per a pre-defined cycle.

The Board of Directors has, constituted including re-constituted, the Risk Management Committee of the Company, from time to time in due compliance of applicable provisions of laws, rules and regulation governing it. Risk Management Committee comprises of the Directors and Senior Executives as its Members, as follows: -

**Members –**

| | |
|---|---|
| Mr. Lalit Bhandari | Chairman |
| Mr. Arun Bhandari | Member |
| Mr. Sunil Khanna | Member |
| Mr. Tenneti Narasimham Murthy | Member |

**9. PROJECT MONITORING COMMITTEE (PMC)**

**Objective**

(a) To monitor implementation of capital project/s as to timeline, investment/s, milestones, objectives, etc., in line with the Object/s of the IPO and submit their recommendations and/or observations to the Board of Directors of the Company from time to time;

(b) To explore new capital project/s to be implemented in the overall interest of the Company including its viability study, utility to the business affairs of the Company, cost – benefit analysis;

(c) To review and examine the progress of the capital project/s in line with the authorisation, milestones, targets and objectives;

(d) To foreclosing, dropping or modification in the components of the capital project/s, within the overall approved objectives, budget and timeframe;

(e) To update in timely interval to the Board of Directors of the Company about the progress of the capital project/s; and

(f) such other functions or activities as may be assigned or delegated from time to time by the Board of Directors of the Company and/or pursuant to the provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (as amended) and the Listing Regulations.

**Composition**

In view of implementation of new projects as provided in the Objects of the Issue (IPO), it is necessary to constitute the Project Monitoring Committee to look after the process and progress of these new projects. Accordingly, the Board of Directors of the Company has constituted the Project Monitoring Committee (PMC), as follows:-

**Chairman**: Mr. Arun Raghuvirraj Bhandari, Chairman & Managing Director

**Members**: Mr. Sanjay Sacheti (Non-executive, Independent Director) and Mr. Lalit Bhandari, Whole-time Director.

**Secretary:** Madhura Ubale, Company Secretary

The meetings usually held at the Corporate Office of the Company at B-24, MIDC Industrial Area, Hingna Road, Nagpur – 440016. However, keeping up with changing times and in line with provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Most of the Board, Committee meetings and 51st Annual General Meeting in FY 2024-25 were held through permitted mode namely Video Conferencing and Other Audio-Visual Means.

**10. VIGIL MECHANISM / WHISTLE BLOWER POLICY**

With the rapid expansion of business in terms of volume, value and geography, various risks associated with the business have also increased considerably. One such risk identified is the risk of fraud & misconduct. The Audit Committee is committed to ensure fraud-free work environment and in this directions, the Audit Committee had formulated the Whistle Blower Policy providing a platform to all the employees, vendors and customers to report any suspected or confirmed incident of fraud or misconduct through any of the reporting protocols.

In order to instill more confidence amongst Whistle Blowers, the management of the reporting protocols were managed by an independent agency. Adequate safeguards have been provided in the Whistle Blower Policy to prevent victimization of anyone who is using this platform and direct access to the Chairman of the Audit Committee is also available in exceptional cases.

This Whistle Blower Policy is applicable to all the Directors, employees, vendors and customers of the Company and it is also posted on the Website of the Company.

The main objectives of the policy are as follows:-

(a) to protect the brand, reputation and assets of the Company from loss or damage, resulting from suspected or confirmed incidents of fraud /misconduct.

(b) to provide guidance to the employees, vendors and customers on reporting any suspicious activity and handling critical information and evidence.

(c) to provide healthy and fraud-free work culture.

(d) to recommend to the management for taking appropriate actions such as disciplinary action, termination of service, changes in policies & procedure and review of internal control systems;

(e) to review the policy from time to time

**11. GENERAL MEETINGS**

a) Details of previous three (3) Annual General Meetings (AGM)

| S. No | AGM and Year | Location | Date | Time |
|---|---|---|---|---|
| 1. | Fifty First (51st ) AGM- 2024 | Meeting conducted through VC / OAVM pursuant to the MCA Circular | Wednesday, 28th August, 2024 | 11:00 Hrs |
| 2. | Fiftieth (50th) AGM – 2023 | Meeting conducted through VC / OAVM pursuant to the MCA Circular | Saturday, 26th August, 2023 | 11:00 Hrs |
| 3. | Forty Ninth (49th ) AGM - 2022 | Meeting conducted through VC / OAVM pursuant to the MCA Circular | Monday, 29th August, 2022 | 11.00 Hrs |

b) Some special resolutions were passed at the above meetings.

c) The Company has provided e-voting platform to the shareholders during all the previous 3 Annual General Meeting/s including the 51st Annual General Meeting held for the Financial Year 2024-25.

**12. DISCLOSURES**

**(a) Related Party Disclosures**

| Related Party | Relationship |
|---|---|
| MMP Electricals Private Limited | Wholly Owned Subsidiary |
| Star Circlips & Engineering Limited | Associate Company |
| Toyal MMP India Private Limited | Associate (Joint Venture) Company |
| Mayank Fasteners Private Limited<br>Rohini Horticulture Private Limited | Promoter & Promoter Group Company |
| Mrs. Saroj Arun Bhandari<br>Mrs. Sakshi Mayank Bhandari<br>Ms. Rohini Arun Bhandari | Relatives of Chairman & Managing Director, Belonging to the Promoter and Promoter Group |
| Mr. Arun Raghuvirraj Bhandari | Chairman & Managing Director, Designated Key Managerial Personnel (KMP), Belonging to the Promoter and Promoter Group |
| Mr. Lalit Bhandari | Whole-time Director, Designated Key Managerial Personnel (KMP), Belonging to the Promoter and Promoter Group |
| Mr. Tenneti Narasimham Murthy | Whole-time Director, Designated Key Managerial Personnel (KMP) |
| Mr. Mayank Arun Bhandari | Director, (Category -Promoter, Non-Executive) Belonging to the Promoter and Promoter Group |
| CA Sharad Mohanlal Khandelwal | Chief Financial Officer (CFO), Designated Key Managerial Personnel (KMP) |
| Madhura Ubale | Company Secretary (CS), Designated Key Managerial Personnel (KMP) |

**13. Transactions with the related parties: -**

| Sr. No. | Name of Related Party | Relationship | Particulars | Amount (Rupees in Lakh) |
|---|---|---|---|---|
| 1. | Star Circlips & Engineering Limited | Associate Company | Purchase of Goods | 3.68 |
| 2. | Toyal MMP India Private Limited | Associate Company | Purchase of Goods | 4.52 |
| 2. | Toyal MMP India Private Limited | Associate Company | Sale of Goods | 2027.19 |
| 2. | Mayank Fasteners Private Limited | Promoter Group Company | Payment of Office Rent | 0.90 |
| 3. | Mrs. Saroj Arun Bhandari | Relative of CMD (KMP) / Promoter Group | Remuneration by way of Salary | 61.98 |
| 4. | Mrs. Sakshi Mayank Bhandari | Relative of CMD (KMP) / Promoter Group | Remuneration by way of Salary | 25.78 |
| 5. | Ms. Rohini Arun Bhandari | Relative of CMD (KMP) / Promoter Group | Payment against Legal Advisory and Consultancy Services | 30.00 |
| 6. | Mr. Arun Raghuvirraj Bhandari | CMD (KMP) / Promoter | Remuneration by way of Salary | 134.40 |
| 7. | Mr. Lalit Bhandari | WTD (KMP) / Promoter Group | Remuneration by way of Salary | 35.37 |
| 8. | Mr. Tenneti Narasimham Murthy | Whole-time Director | Remuneration by way of Salary | 23.68 |
| 9. | CA Sharad Mohanlal Khandelwal | Chief Financial Officer (CFO), | Remuneration by way of Salary | 31.64 |
| 10. | Madhura Ubale | Company Secretary (CS), | Remuneration by way of Salary | 10.36 |
| 11. | MMP Electriclas Private Limited | Wholly Owned Subsidairy | Investment | 100.00 |

**14. Disclosure/s under Section 22 & 28 of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013**

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. The Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy.

The following is the Summary of sexual harassment complaints received and disposed-off during the financial year 2024-25 ended 31st March 2025:-

| | | | |
|---|---|---|---|
| Number of Complaints received | **NIL** | Number of Complaints disposed off | **NIL** |

**15. Credit Rating**

The Company has neither issued any debt instruments nor undertaken any fixed deposit program or any scheme or proposal involving mobilization of funds, whether in India or abroad. However, the details of credit rating assigned to the Company for its credit facilities are given below:-

| Credit Facilities | Credit Rating |
|---|---|
| Long-Term Rating | CRISIL BBB+/Stable |
| 2Short-Term Rating | CRISIL A2 |

**16. Compliance with Regulators**

The Company has duly complied with the all the requirements of regulatory authorities in capital markets and There has been no instance of non-compliance by the Company on any matters related to the capital markets, nor have any penalty or strictures been imposed on the Company by the SEBI, Stock Exchanges or any other statutory authorities on such matters, for the last 3 (Three) Financial Year.

**17. Other Disclosures**

(a) Transactions with related parties, as per requirements of Ind-AS 24, are disclosed in the notes to Financial Statements, part and parcel of Annual Report of the Company.

(b) The total fees paid by the Company, to the Statutory Auditors during the Financial Year 2024-25 is ₹ 2,07,000/-

(c) There are no materially significant transactions with the related parties, viz. Promoters, Directors, KMP, their relatives or Subsidiaries that had potential conflict with the Company's interest. Suitable disclosures as required by the Ind AS 24 have been made in the Annual Report of the Company.

(d) The Company has followed all relevant Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 while preparing Financial Statements of the Company.

(e) There are no pecuniary relationships or transactions of Independent Director/s vis-à-vis the Company which has potential conflict with the interests of the Company at large.

(f) During the financial year 2024-25 ended 31st March 2025, the Company does not have any material listed and unlisted Subsidiary Company(ies) as defined in Regulation 16(1)(c) of the Listing Regulations. The Board has approved a policy for determining 'material' subsidiaries which has been uploaded on the Company's website https://mmpil.com/wp-content/uploads/2024/03/MMP-Policy-for-Determining-Material-Subsidiary.pdf

(g) The Independent Director/s have confirmed that they meet the criteria of 'Independence' as stipulated under Section 149 of the Companies Act, 2013 read with the rules made there under, and Regulation/s 16(1)(b) and 25 of the Listing Regulations, as the case may be.

**18. MEANS OF COMMUNICATION**

(a) The quarterly and annual financial results are being furnished to Stock Exchanges and normally published in Indian Express in English and Loksatta in Marathi in Nagpur Edition and Financial Express, Mumbai Edition. The quarterly and annual financial results are also displayed on the Company's Notice Board as well as uploaded on the Company's website https://mmpil.com/investor-info-demo/.

(b) Management Discussion and Analysis forms part of this Annual Report of the Company.

**19. GENERAL SHAREHOLDER INFORMATION**

| | |
|---|---|
| (a) Fifty Second (52) Annual General Meeting | Monday, 8th September, 2025 at 11.00 A.M. through Video Conferencing (VC) / Other Audio Video Mode (OAVM) |
| (b) Book Closure Dates | Monday, 1st September, 2025 to Monday 8th September, 2025 (both days inclusive) |
| Record Date for Dividend | Monday, 1st September, 2025 |
| Cut-off Date for E-voting | Monday, 1st September, 2025 |
| (c) Financial Calendar | |
| Unaudited Results for the Quarter (Q-1) ending 30th June 2025 | upto 14 August, 2025 or such extended permissible timeline |
| Unaudited Results for the Quarter (Q-2) ending 30th September 2025 | upto 14 November 2025 or such extended permissible timeline |
| Unaudited Results for the Quarter (Q-3) ending 31st December 2025 | upto 14 February 2026 or such extended permissible timeline |
| Audited Results for the Quarter (Q-4) / year ending 31st March 2026 | upto 30 May 2026 or such extended permissible timeline |
| (d) Listing of Equity Shares | National Stock Exchange of India Limited (NSE) |
| For the Financial Year 2024-25, the Equity Shares of the Company were listed with National Stock Exchange of India Limited | "Exchange Plaza", Bandra- Kurla Complex, Bandra (East), Mumbai-400051, MH, IN |
| Listing fees for the Financial Year 2024-25 has already been paid to the Stock Exchange. | |

| | |
|---|---|
| (e) Equity Shares - Stock Codes<br>Trading symbol at Stock Exchanges<br>Demat ISI Number in NSDL & CDSIL | <br>MMP<br>INE511Y01018 |
| (f) Registrar & Share Transfer Agent and process of transfer of shares | M/s Bigshare Services Private Limited, Pinnacle Business Park, Office No S6-2, 6th, Mahakali Caves Rd, next to Ahura Centre, Andheri East, Mumbai, Maharashtra 400093 have been acting as the Registrar & Share Transfer Agent. All the Shareholders and Investors related Services, subject to the approval of the Company either through Board or Committee of the Board, are done by the said Registrar and Share Transfer Agent for and on behalf of the Company. |

(g) **Stock Market Data**

The high and low (based on daily closing) prices recorded on the National Stock Exchange of India Limited (NSE) are as under:-

| Month | Share Price of MMP (NSE) | | Trade Volume |
|---|---|---|---|
| | High | Low | |
| April 2024 | 294 | 256 | 11,06,547 |
| May 2024 | 306 | 259.05 | 5,76, 887 |
| June 2024 | 297.9 | 272 | 5,15,423 |
| July 2024 | 358.45 | 271 | 47,38,021 |
| August 2024 | 457.9 | 310 | 44,06,970 |
| September 2024 | 409 | 398 | 1,34,206 |
| October 2024 | - | - | - |
| November 2024 | - | - | - |
| December 2024 | 370 | 316.55 | 3,51,893 |
| January 2025 | 346.9 | 269.1 | 4,42,386 |
| February 2025 | 309 | 240 | 4,93,951 |
| March 2025 | 267.63 | 218 | 11,67,519 |

**Note:** For disclosure and comparison purpose the performance of Nifty 50 (Index) is taken into account.

(h) **Distribution of Shareholding as on 31st March 2025**

| No of Equity Shares Number | | Shareholders | | Value of Shares | |
|---|---|---|---|---|---|
| | | % | Amount in Rupees | % | |
| 1 | 5000 | 7975 | 83.98 | 8302740 | 3.26 |
| 5001 | 10000 | 763 | 8.03 | 6034670 | 2.37 |
| 10001 | 20000 | 350 | 3.68 | 5229340 | 2.06 |
| 20001 | 30000 | 108 | 1.13 | 2742790 | 1.07 |
| 30001 | 40000 | 78 | 0.82 | 2769270 | 1.09 |
| 40001 | 50000 | 42 | 0.44 | 1967610 | 0.77 |
| 50001 | 100000 | 83 | 0.87 | 6268560 | 2.46 |
| 10001 | 25402613 | 97 | 1.02 | 220711150 | 86.88 |
| **TOTAL** | | **9496** | **100.00** | **254026130** | **100.00** |

* The difference of 162 (9496 less 9334) shareholders in the total number of shareholders, is due to elimination of number of shareholders holding equity shares in the capital of the Company, having multiple demat accounts with same IT PAN. The SEBI directed the RTA's to provide the pattern of shareholding to listed entity, after clubbing and eliminating the shareholders having multiple folios or demat account with same IT PAN while filing shareholding pattern on quarterly basis with the Stock Exchanges.

**(i) Pattern of Shareholdings as on 31st March 2025**

| Sr. No. | Category | No. of Shareholders | No. of Equity Shares | Percentage (%) |
|---|---|---|---|---|
| **A** | **Promoters and Promotor Group** | | | |
| | **i) Indian** | | | |
| | a) Individuals | 6 | 12854420 | 50.60 |
| | b) Body Corporate | 3 | 6066359 | 23.88 |
| | **ii) Foreign** | | | |
| | a) Individuals | -- | -- | -- |
| | b) Body Corporate | -- | -- | -- |
| | **Total (A)** | **9** | **18920779** | **74.48** |
| **B** | **Public** | | | |
| | **i) Institutions** | | | |
| | a) Mutual Funds | -- | -- | -- |
| | b) Venture Capital Funds | -- | -- | -- |
| | c) Alternate Investment Funds | -- | -- | -- |
| | d) Foreign Venture Capital Funds | -- | -- | -- |
| | e) Foreign Portfolio Investors | 3 | 6117 | 0.024 |
| | f) Financial Institutions/Banks | -- | -- | -- |
| | g) Insurance Companies | -- | -- | -- |
| | h) Provident Fund/Pension Funds | -- | -- | -- |
| | **Sub Total (B-1)** | **3** | **6117** | **0.024** |
| | **ii) Central Government / State Government** | **--** | **--** | **--** |
| | **Sub Total (B-2)** | **--** | **--** | **--** |
| | **iii)Non-Institutions** | | | |
| | Relatives of Directors | 2 | 3725 | 0.01 |
| | a) Individuals | 8731 | 4748015 | 18.69 |
| | b) NBFC registered with RBI | -- | -- | -- |
| | c) Employee Trust | -- | -- | -- |
| | d) Overseas Depositories | -- | -- | -- |
| | e) Bodies Corporate | 97 | 1146783 | 4.51 |
| | f) Any Other - | | | |
| | i) Clearing Members | 7 | 18583 | 0.07 |
| | ii) NRI's | 195 | 181660 | 0.71 |
| | iii) HUF's | 290 | 376951 | 1.48 |
| | **Sub Total (B-3)** | **9322** | **5073711** | **19.97** |
| | **Total (B)** | **9325** | **6481834** | **25.52** |
| | **TOTAL (A + B)** | **9334** | **25402613** | **100.00** |

**(i) Dematerialization of Shares and Trading at Stock Exchanges (Liquidity)**

The equity shares of the Company are compulsorily traded in electronic form only. As on 31st March 2025, there were 2,54,02,613 equity shares dematerialized through depositories viz. National Securities Depository Limited and Central Depository Services (India) Limited, which represents 100% of the total paid-up capital of the Company.

**(j) Plant Location**

Unit 1: MMP Industries Limited, Village Maregaon, Post Shahapur, Dist. Bhandara - 441906, MH, IN.

Unit 2: H. M. Engineering (I & II), B-16/2 and B-16/6, MIDC Butibori, Nagpur - 441122, MH, IN.

Unit 3: Mars Industries, Village Neri, P.O. Warthi, Tah. Mohadi, Dist. Bhandara – 441905, MH, IN.

Unit 4: NPM Industries, B-28, MIDC area, Hingna Road, Digdoh, Hingna, Nagpur - 440016, MH, IN.

Unit 5: MMP Industries Limited, Plot No. D-15/2 & D-16, MIDC Umred, Umred 441203, MH, IN.

| ADDRESS FOR CORRESPONDENCE OF SHAREHOLDERS / INVESTORS | |
|---|---|
| **For all matters relating to Shares & Dematerialization of shares be sent to** | **For all matters relating to Annual Reports / Dividend / Grievances** |
| **M/s. Bigshare Services Private Limited**<br>Pinnacle Business Park, Office No S6-2, 6th, Mahakali Caves Rd, next to Ahura Centre, Andheri East, Mumbai, Maharashtra 400093<br>Phone : 022 – 62638200<br>Fax : 022 – 62638299<br>e-mail : investor@bigshareonline.com<br>Website : http://www.bigshareonline.com | **Company Secretary**<br>**MMP Industries Limited**<br>211, Shri Mohini, 345, Kingsway, Nagpur – 440001, MH, IN<br>Phone : 0712 - 2533 585<br>Fax : 0712 - 2530 461<br>E-Mail : companysecretary@mmpil.com<br>Website : https://www.mmpil.com |

**20. CEO/CFO Certificate on Corporate Governance**

The Company has also obtained a certificate from the CEO / CFO of the Company regarding compliance in terms of Part B of Schedule II read with Regulation 17(8) of the Listing Regulations.

**21. Certificate on Corporate Governance**

The Company has obtained a certificate regarding compliance stipulation of Corporate Governance as stipulated in the Listing Regulations from M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495] and the same is reproduced hereunder.

The Company has also obtained a certificate of non-disqualification of Directors from M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495] pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the Listing Regulations and the same is also reproduced hereunder.

**22. Confirmation of Compliance**

i) The Company has duly complied with submission of Annual Secretarial Compliance Report obtained from M/s. Vaibhav Jachak & Co, Company Secretaries, Nagpur [ICSI Membership No. FCS-8821 & Certificate of Practice No. 18495], for the Financial Year 2024-25 pursuant to Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) [Listing Regulations] read with the SEBI Circular bearing No. CIR/CFD/CMD1/27/2019 dated 08th February, 2019, with the Stock Exchange NSE.

ii) The Company has complied with the requirements specified in Regulation 15(2) [Regulations 17 to 27 and clauses (b) to (t) of the Regulation 46(2)] of the Listing Regulations. It has also fully complied with the requirements of Part C, D and E of Schedule V of the Listing Regulations applicable to the Corporate Governance Report.

**NON-MANDATORY REQUIREMENTS**

**1. Shareholder Rights**

All the important information pertaining to the Company are uploaded and posted from time to time on the Company's website www.mmpil.com.

**2. Postal Ballot**

No resolutions were passed by postal ballot in FY 2024-25.

**3. Report on Corporate Governance**

This chapter "Report on Corporate Governance" of the Annual Report – together with the information given under "Management Discussion and Analysis" constitutes a detailed compliance report on Corporate Governance during the Financial Year 2024-25 ended 31st March 2025 under review.

**4. Reporting of Internal Auditors**

The Internal Auditors report to the Audit Committee and/or Board of Directors of the Company from time to time.

**5. Audit Qualifications**

The Company's financial statements for the financial year 2024-25 ended 31st March 2025 does not contain any audit qualifications / remarks.

**For and on behalf of the Board**

| | Sd/ | Sd/ |
|---|---|---|
| | **Arun Raghuvirraj Bhandari** | **Lalit Bhandari** |
| Place: Nagpur | Managing Director | Whole-time Director |
| Date: 08.08.2025 | DIN - 00008901 | DIN - 00010934 |

## Certificate on compliance with the conditions of Corporate Governance

To
**The Shareholders (Members)**
**MMP Industries Limited**
**CIN : L32300MH1973PLC030813**
**Registered Office: 211, Shri Mohini, 345, Kingsway, Nagpur 440001, MH, IN**

We have examined the compliance of conditions of Corporate Governance by **MMP Industries Limited** (hereinafter referred to as **'the Company')** for the financial year 2024-2025 ended 31 March 2025, as stipulated in Regulation 15(2) [Regulation 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and Para C. D and E of Schedule V] of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [as amended], (hereinafter referred to as **SEBI Listing Regulations')**

**Managements' Responsibility**

The compliance of conditions of the Corporate Governance is the responsibility of the Management of the Company. 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.

**Auditor's Responsibility**

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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.

**Opinion**

Based on our examination of the relevant records and accordingly, to the information and explanations provided to us together with the representations provided by the Company Management, and considering the relaxation/s granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India and also, the limitation for verification of physical record/s of the Company, some of which were obtained through electronic mode, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulation 15(2) [Regulation 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and Para C, D and E of Schedule V] of the SEBI Listing Regulations for the financial year 2024-2025 ended 31st March 2025;

We further state that such compliance is neither an assurance as to the further viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Signed and Issued on this Friday, 08th Day of August, 2025 at Nagpur.**
For **VAIBHAV JACHAK & CO.**
**Company Secretaries**

**Sd/-**

**CS VAIBHAV YASHWANT JACHAK**
**Proprietor**
**Company Secretary in Practice**
**M No. FCS —8821, CoP No. 18495**
**UDIN: F008821G000964371**

## 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 (as amended)]*

**To**
**The Shareholders (Members)**
**MMP Industries Limited**
**CIN: L32300MH1973PLC030813**

**Registered Office: 211, Shri Mohini, 345, Kingsway, Nagpur 440001, MH, IN**

We have examined the relevant registers, records, forms, returns and declarations or disclosures received from all the Director/s of **MMP Industries Limited,** [CIN - L32300MH 1973PLC030813], and having its Registered Office at 211, Shri Mohini, 345, Kingsway, Nagpur— 440001, MH, IN, (hereinafter referred to as **the Company'),** produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V, Para C, Clause 10(i), of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [as amended].

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations together with representations furnished to us by the Company, its officers, agents and authorised representatives, which were obtained through electronic mode, We do hereby certify that None of the Director/s on the Board of the Company as stated below for the financial year 2024-25 ended 31 March 2025 have been debarred or disqualified from being appointed or continuing as the Director/s of Company or Companies by the Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA), or any such other Statutory Authority:-

| Sr. No. | Name of Director | DIN | Date of appointment in Company |
|---|---|---|---|
| 1. | Mr. Arun Raghuvir Raj Bhandari | 00008901 | 05/02/1981 |
| 2. | Mr. Lalit Bhandari | 00010934 | 01/08/2008 |
| 3. | Mr. Sanjay Sacheti | 00271310 | 01/06/2022 |
| 4. | Mr. Sunil Khanna | 00907147 | 07/05/2018 |
| 5. | Mr. Vijay Singh Bapna | 02599024 | 07/05/2018 |
| 6. | Ms. Ulka Kulkarni | 07085469 | 06/11/2023 |
| 7. | Mr. Karan Varma | 06923525 | 06/09/2014 |
| 8. | Mr. Narasimham Murthy Tenneti | 08342116 | 02/02/2019 |
| 9. | Mr. Mayank Arun Bhandari | 01176865 | 27/10/2021 |

Ensuring the eligibility of, for the appointment or 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.

**Signed and Issued on this Friday, 8th day of August, 2025 at Nagpur.**
For **VAIBHAV JACHAK & CO.**
**Company Secretaries**

**Sd/-**

**CS VAIBHAV YASHWANT JACHAK**
**Proprietor**
**Company Secretary in Practice**
**M No. FCS —8821, CoP No. 18495**
**UDIN: F008821G000964369**

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF,**
**MMP INDUSTRIES LIMITED**
**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying Standalone Financial Statements of **MMP INDUSTRIES LIMITED** (the "Company"), which comprises the Balance Sheet as at **March 31, 2025**, the Statement of Profit and Loss (including the Other Comprehensive Income / (Losses), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date and notes to the Standalone Financial Statements, including a summary of material accounting policies and other explanatory information, (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013, as amended, ("the Act") 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 standalone profit including total comprehensive income / (losses), its standalone cash flows and the standalone changes in equity for the year ended on that date.

**Basis of Opinion**

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *"Auditor's Responsibilities for the Audit of the Standalone 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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 Standalone 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 Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters and to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Standalone Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matter below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements.

| The Key Audit Matters | How was the matter addressed in our Audit |
|---|---|
| **Revenue Recognition** ***(Refer Note No. 1.4.(d) and 29 of the Standalone Financial Statements)*** | |
| Revenue is one of the key profit drivers and is therefore susceptible to misstatements. Revenue is measured in net of any discounts and rebates. Revenue from sale of products is considered as key audit matter as there is a risk of accuracy of recognition and measurement of sales in the Standalone Financial Statements considering the following aspects:<br>* Determination of performance obligation for recognition of revenue.<br>* Estimation of variable consideration in pricing.<br>* Cut-off is the key assertion in so far as revenue recognition is concerned, since an inappropriate cut-off can result in material misstatement of results for the periods. | Our audit procedures with regards to revenue recognition is a combination of internal controls and substantive procedures which included the following:<br>* Evaluated the design of internal control.<br>* For evaluation of operating effectiveness of internal controls, tested revenue by verifying, on sample basis, agreements executed with the customers, relevant documentary evidence of satisfaction of performance obligation for timing of recognition of revenue, accuracy of revenue recognition including variable consideration included pricing, cut off transactions at the year end and tax amount of the invoices.<br>* Performed substantive testing by verifying the sales invoice and other relevant documentary evidence on sample basis. |

| | |
|---|---|
| | * Obtain the balance confirmation from selected samples and verified the reconciliation, if any, for the confirmation received.<br>* Evaluated the appropriateness of accounting policies, related disclosures made and overall presentation in the Standalone Financial Statements. |
| **Capital Work-in-Progress / Property, Plants and Equipment** | |
| The Company had embarked on a project on enhancement of Property, Plants and Equipment in "UMRED" and "BHANDARA" location. The Value of such Property, Plant and Equipment capitalized during the reporting period is ₹ 2,478.43 Lakhs and ₹ 1,609.39 Lakhs respectively. The project needs to be capitalized and depreciated once the assets are ready to use as intended by the Company's management. Inappropriate timing of capitalization of the project and / or inappropriate classification of categories of item of Property, Plant and Equipment could results in material misstatement of Capital Work-in-Progress / Property, Plant and Equipment with a consequent impact on charge of depreciation and results for the period. | Our audit procedures included testing the design, implementations and operating effectiveness of controls in respect of review of capital work-in-progress, particularly in respect of timing of the capitalization and recording of additions to items of various categories of Property, Plant and Equipment with source documentation, substantive testing of appropriateness of the cut-off date considered for project capitalization.<br>We tested the source documentation to determine whether the expenditure is of capital nature and has been appropriately approved and segregated into appropriate categories. We reviewed operating expenses to determine the appropriateness of accounting. Further, through sites visit, we physically verified the existence of capital work-in-progress / Property, Plant and Equipment. |
| **Existence and Valuation of Inventories** | |
| The Company's inventories as at the end of the reporting period are ₹ 13,472.16 Lakhs representing 26.65% of the Company's total assets. (Refer *"Note No. 10"* of the Standalone Financial Statements)<br>The existence of inventories is a key audit matters due to involvement of high risk, basis the nature and size of the products where in value per unit is relatively insignificant but high volumes are involved which are distributed across different plants of the Company. | In response to these key matters, our audit included, among others, the following principal audit procedures:<br>* Understood the management's control over physical inventory counts and their valuation.<br>* Evaluation of design and testing of the operating effectiveness of internal controls relating to physical inventory counts at the plants. In testing these controls, we observed the inventory cycle count process on a sample basis, inspected the results of the inventory cycle count and confirmed that the variances were approved and appropriately accounted for.<br>* Evaluation of design and testing of the operating effectiveness of internal controls relating to purchases, sales and inventories including the automated controls.<br>* We have performed the physical verification of inventories on a sample basis for establishing the existence of inventory as at the end of the reporting period.<br>* For a representative sample, verification that the finished goods inventories were correctly measured, using a recalculation of the measurement of those inventories based on the cost of acquiring them from suppliers and considering the costs of directly attributable to such goods.<br>* Assessed the key estimates used by the Company's management to determine the net realizable value and the consistency thereof with the Company's policy on provision for non-moving inventory and performed a sensitivity analysis on the estimated selling price and compared with the cost per item. |

| Carrying Value of Trade Receivables | |
|---|---|
| As at March 31, 2025, trade receivables constitute approximately 17.71% of total assets of the Company (Refer *"Note No. 11"* of the Standalone Financial Statements). The Company is required to regularly assess the recoverability of its trade receivables.<br><br>The Company applied, expected credit loss (ECL) model for measurement and recognition of impairment loss on trade receivables. The Company uses a provision matrix to determine impairment loss allowances. The provision matrix is based on its historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.<br><br>This is a key audit matters as significant judgment is involved to establish the provision matrix. | Our audit procedures included, among other the followings:<br>* Evaluated the Company's accounting policies pertaining to impairment of financial assets and assessed compliance with those policies in term of Ind AS - 109, *"Financial Instruments"*.<br>* Assessed and tested the design and operating effectiveness of the Company's internal financial controls over provision for expected credit loss (ECL).<br>* Evaluated the management's assumption and judgment relating to various parameters which included the historical default rates and business environment in which the entity operates for estimating the amount of such provision.<br>* Evaluated the management's assessment of recoverability of the outstanding receivables and recoverability of the overdue / aged receivables through inquiry with the management, and analysis of the collection trends in respect of receivables.<br>* Assessed and read the disclosures made by the Company in the Standalone Financial Statements. |

**Emphasis on Matters**

We draw attention to the *"Note No. 52"* of the Standalone Financial Statements, which describes events subsequent to the year end, the effects of a fire in the Company's production facilities. Since, this is the non-adjusting subsequent event, no adjustment has been made in the Standalone Financial Statements for the period ended March 31, 2025. Our opinion is not modified in respect of these matters.

**Information Other than the Financial Statements and Auditor's Report thereon**

The Company's Management and the Board of Directors are responsible for the other information. The other information comprises the information included in the Management's Discussion and Analysis, Board's Report including Annexure to the Board's Report, Report on Corporate Governance, Business Responsibility and Sustainability Report and Shareholder's information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

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

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

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

**Management's Responsibility for the Standalone Financial Statements**

The Company's Management and the Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the standalone financial position, the standalone financial performance including the other comprehensive income / (losses), standalone cash flows and standalone changes in equity of the Company in accordance with the accounting principle generally accepted in India, including the Indian Accounting Standards (Ind AS) as specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, time to time. 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 presentations of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

**Auditor's Responsibilities for the Audit of Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company's Management and Board of Directors.
- 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 Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable users of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

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

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the **Annexure "A"**, a statement on the matters specified in paragraph 3 and paragraph 4 of the said Order.

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 purposes 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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Other Comprehensive Income / (Losses), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity dealt with this Reports are in agreement with the relevant books of account.

   d. In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards as specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, time to time.

   e. On the basis of the written representation received from the directors as on March 31, 2025, taken on the record by the Board of Directors, none of directors is disqualified as on March 31, 2025, from being appointed as a director in term of Section 164(2) of the Act.

   f. With respect to adequacy of the internal financial controls with reference to these Standalone Financial Statements of the Company and the operating effectiveness of such control, refer to our separate report in **Annexure "B"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements.

   g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, time to time, in our opinion and to the best of our information and explanations given to us, the remuneration paid / provided by the Company to its directors during the reporting period is in accordance with the provision of section 197 of the Act.

   h. With respect to the other matters to be included in the Independent Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, time to time, 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 standalone financial position in its Standalone Financial Statements - Refer *"Note No. 47"* of the Standalone Financial Statements.

      (ii) The Company has made the necessary provisions, as required under the applicable law or the Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

      (iii) There has been no delay in transferring the amounts required to be transferred to the Investor Education and Protection Fund by the Company.

      iv) a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed fund or share premium or any other sources or kind of funds) by the Company to or in any other person or entities, including the foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

      b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

      c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations

under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) As stated in *"Note No. 50"* to the Standalone Financial Statements:

a) The final dividend proposed in the previous year, declared and paid by the Company during the reporting period is in accordance with section 123 of the Act, as applicable.

b) During the reporting period and until the date of this report, the Company has not declared or paid any interim dividend in accordance with section 123 of the Act, as applicable.

c) The Board of Directors of the Company has proposed the final dividend for the period, which is subject to the approval of the shareholders at their ensuing Annual General Meeting (AGM). The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

(vi) Based on our examination, which included test check, the Company has used accounting software for maintaining its books of accounts for the financial period ended March 31, 2025, which has a feature of recording audit trail (edit log) facilities and the same has operated throughout the period for all the relevant transactions recorded in the software systems. Further, during the course of our audit, we did not come across any instance of the audit trail feature being tampered with and the audit trails have been preserved by the Company as per the statutory requirements for the record retention.

Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEIS2622**

For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No. 0138430W

**ARPIT AGRAWAL**
Partner
Membership No. 175398

**ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT**

*(Referred to in Paragraph 1 under "Report on the Other Legal and Regulatory Requirements" Section of our report of Even Date)*

In terms of the information and explanations sought by us and given by the Company and the books of accounts and records examined by us in the normal course of our audit and to the best of our knowledge and belief, we state that:

1. In respect of the Company's Property, Plant and Equipment and Intangible assets;

   a) i) The Company has maintained proper records showing full particulars, including the quantitative details and situation of property, plant and equipment and capital work-in-progress.

   ii) The Company has maintained the proper records showing the full particulars of intangible assets.

   b) The Company has a regular program at reasonable interval for physical verification of property, plant and equipment and capital work-in-progress, so as to cover all the item of assets, the periodicity of physical verification, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such physical verification.

   c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the Company), disclosed in the Standalone Financial Statements and included under property, plant and equipment and capital work-in-progress are held in the name of the Company as at the Balance Sheet date. In respect of the immovable properties taken on lease by the Company, the lease agreements are held in the name of the Company as at the Balance Sheet date, if any.

   d) The Company has not revalued any of its property, plant and equipment and intangible assets during the reporting period.

   e) According to information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated during the reporting period or are pending against the Company as at March 31, 2025, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and Rules made thereunder.

2. In respect of Company's inventories;

   a) As explained to us, inventories except goods-in-transit and the stock lying with third parties have been physically verified during the year by the management at reasonable intervals. In our opinion and according to information and explanations given to us, in respect of stock lying with third parties at the end of the year, written confirmations have been obtained. In our opinion, the frequency of such verification is reasonable. In our opinion and according to information and explanations given to us, the coverage and the procedure adopted by the management for the physical verification are appropriate considering the size and the nature of the products dealt in by the Company. As explained to us, there were no discrepancies of 10% or more in the aggregate for each class of inventories that were noticed on such physical verification of inventories. However, any other discrepancies, if any, noticed on such physical verification have been properly dealt with in the books of accounts.

   b) During the reporting period, the Company has been sanctioned working capital limit in excess of five crore rupees, in aggregate, at point of time during the reporting period, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanation given to us, the quarterly returns and the statements (stock statements, book debts statements, statement of aging analysis of debtor / other receivables) filed by the Company with such banks or financial institutions are in agreement with the books of accounts of the Company of the respective quarters.

3. The Company has made 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 other parties, during the reporting period, in respect of which;

   a) A) According to information and explanations given to us and on the basis of our examination of the records, the Company has provided loans or advances in the nature of loans and provided corporate guarantee to one of its wholly owned subsidiary Company. The aggregate amount of loans and advances and corporate guarantee given, during the reporting period are ₹ 285.00 Lakhs and ₹ 3,400.00 Lakhs respectively and the balance outstanding as at the date of balance sheet are ₹ 285.00 Lakhs and ₹ 3,400.00 Lakhs. The Company has not provided any security to its subsidiary company.

The Company has not provided any loans and advances in the nature of loans or stood guarantee, or provided security to any of its associates and joint venture during the reporting period.

a) B) According to information and explanations given to us and on the basis of our examination of the records, the Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entities other than subsidiaries, associates and joint ventures during the reporting period, hence the requirement to report under clause 3(iii)(a)(B) of the said Order is not applicable.

b) In our opinion, the investments made, guarantee provided and the terms and condition for grant of loans and advances in the nature of loans, during the reporting period, prima facie, not prejudicial to the interest of the Company.

c) In respect of grants of loans and advances in the nature of loans by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayment of principal amounts and receipt of interest are generally being regular as per the stipulation.

d) There are no amount of loans and advances in the nature of loans granted to any other entities including subsidiaries, associates and joint venture, which remains overdue for more than ninety days as at the date of balance sheet.

e) There are no loans or advances in the nature of loans granted to the companies, firms, limited liability partnerships or any other parties, which has fallen during the reporting period, has been renewed or extended or fresh loans granted to settle the over dues of the existing loans given to the same parties.

f) The Company has granted loans or advances in the nature of loans repayable on demand or with specific terms and conditions to promoters, related parties during the reporting period, as defined under clause (76) of Section 2 of the Companies Act, 2013.

(₹ in Lakhs)

| S. No. | Particulars | All Parties | Promoters | Related Parties |
|---|---|---|---|---|
| 1. | Aggregate of loans or advances in the nature of loan repayable on demand / specific terms and conditions | ₹ 285.00 | -- | ₹ 285.00 |
| 2. | Percentage of loans or advances in the nature of total loans | 100.00% | -- | 100.00% |

The Company has not made any investment in firms and limited liabilities partnership during the reporting period. Further the Company has not provided any guarantees or securities or granted any loans or advances in the nature of loans, secured or unsecured, to the companies, firms, limited liability partnership or any other parties.

4. In our opinion and according to information and explanations given to us and on the basis of our examination of the records, the Company has complied with the provisions of section 185 and section 186 of the Act, in respect to grant of loans, making investments and providing guarantees and securities, as applicable.

5. The Company has neither accepted any deposits from public nor accepted any amounts which are deemed to be the deposits of the Company, within the meaning of section 73 to section 76 of the Act or any other relevant provisions and Rules made thereunder, during the reporting period, therefore, the requirement to report under clause 3(v) of the said Order is not applicable.

6. We have broadly reviewed the cost records as maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, time to time, prescribed by the Central Government under section 148(1) of the Companies Act, in respect of the Company's products / services to which said Rules are made applicable, and we are of the opinion that, prima facie, the prescribed cost records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determining whether they are accurate or complete.

7. According to the information and explanations given to us and on the basis of our examination of the records of the Company, in respect of statutory dues, we report that;

a) The Company has generally been regular in depositing undisputed statutory dues, including goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duties of custom, duties of excise, value added tax, cess and other material statutory dues applicable to it with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duties of custom, duties of excise, cess and other material statutory dues were in arrears as at March 31, 2025, for a period of more than six months from the date they became payable.

b) According to the information and explanation given to us, there are no material statutory dues referred to in sub-clause (a) above which have not been deposited with the appropriate authority on account of any dispute.

8. According to the information and explanation given to us and on the basis of our examination of the record of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the reporting period in the tax assessments under the Income Tax Act, 1961. (43 of 1961)

9. a) In our opinion and according to the information and explanation given to us by the Company, the Company has not defaulted on the repayment of any loans or other borrowings or in the payment of interest thereon to any lender, hence the requirement to report under clause 3(ix)(a) of the said Order is not applicable to the Company.

   b) The Company has not been declared as a willful defaulter by banks or financial institutions or government or any government authority.

   c) According to the information and explanation given to us and on the basis of our examination of the records, the Company has taken term loan during the reporting period and there was no unutilized balance of term loan at the beginning of the reporting period, the same has been utilized and applied for the purpose for which the said loans were obtained, except the fund deployed temporarily elsewhere.

   d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on a short-term basis have, prima facie, not been used during the reporting period for long-term purposes by the Company.

   e) According to the information and explanation given to us and on the basis of our examination of the record of the Company, we report that, the Company has not taken any funds from any entity or persons on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under the Companies Act, 2013. Hence, the requirement to report under clause 3(ix)(e) of the said Order is not applicable to the Company.

   f) According to the information and explanation given to us and on the basis of our examination on the record of the Company, we report that, the Company has not raised any loans during the reporting period on the basis of pledge of securities held in its subsidiaries, joint ventures or associate companies as defined under the Companies Act, 2013. Hence, the requirement to report under clause 3(ix)(f) of the said Order is not applicable to the Company.

10. a) The Company has not raised money by way of an initial public offer or further public offer (including debt instruments) during the reporting period and hence the requirement to report under clause 3(x)(a) of the said Order is not applicable to the Company.

    b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, the requirement to report under clause 3(x)(b) of the said Order is not applicable to the Company.

11. a) According to the information and explanation given to us and on the basis of examinations of records of the Company, considering the principles of materiality outlined in Standards of Auditing, we report that, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the reporting period.

    b) According to the information and explanation given to us and on the basis of examinations of records of the Company, we report that, no report under sub-section (12) of Section 143 of the Companies Act has been filled in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the reporting period and up to the date of this report.

    c) In our opinion and according to the information and explanation given to us, the Company has not received any complaints from whistle-blowers, hence the requirement to report under clause 3(xi)(c) of the said Order is not applicable to the Company.

12. The Company is not a Nidhi Company as prescribed under section 406 of the Companies Act and hence the requirement to report under clause 3(xii) of the said Order is not applicable.

13. According to information and explanations given to us and based on our examination of the records of the Company, all the transactions with related parties are in compliance with section 177 and section 188 of the Companies Act, 2013, wherever applicable and details of such related party transactions have been disclosed in the Standalone Financial Statements, under *"Note No. 45 - the transactions with Related Parties"* as required under Indian Accounting Standards (Ind AS) - 24, *"Related Party Disclosure"* specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014, as amended, time to time.

14. a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.

    b) We have considered the internal audit reports for the year under audit, issued to the Company during the reporting period and till the date of this report, covering the period up to March 31, 2025, in determining the nature, timing and extent of our audit procedures.

15. In our opinion and according to the information and explanation given to us, during the reporting period, the Company has not entered into any non-cash transactions with its directors, or the persons connected with its directors, and hence provisions of section 192 of the Act are not applicable.

16. a) In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934, therefore, the requirement to report under clause 3(xvi)(a) and (b) of the said Order is not applicable to the Company.

    b) In our opinion, the Company is not a core investment company (CIC) also there is no CIC within the Group, as defined in the regulation made by the Reserve Bank of India in Core Investment Companies (Reserve Bank) Directions, 2016 and accordingly the requirement to report under clause 3(xvi)(c) and (d) of the said Order are not applicable to the Company.

17. The Company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year, hence the requirement to report under clause 3(xvii) of the said Order is not applicable.

18. There has been no resignation of the Statutory Auditor of the Company during the reporting period; hence the requirement to report under clause 3(xviii) of the said Order is not applicable.

19. On the basis of financial ratios disclosed in the notes to Standalone Financial Statements, Refer *"Note No. 42"*, ageing and expected due dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements and our knowledge of the Board of Directors and the Management plans and based on our examination of evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not as assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of this audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the date of balance sheet, will get discharged by the Company as and when they fall due.

20. The Company has fully spent the required amounts towards Corporate Social Responsibility (CSR) and there are no unspent amounts towards Corporate Social Responsibility for the period, in accordance with the section 135 of the Act, hence the requirement to report under clause 3(xx)(a) and 3(xx)(b) of the said Order is not applicable to the Company.

Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEIS2622**

For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No. 0138430W

**ARPIT AGRAWAL**
Partner
Membership No. 175398

**ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT**

*(Referred to in paragraph 2(f) under "Report on the Other Regulatory Requirements" section of our report of even date)*

**Report on the Internal Financial Controls with reference to Standalone Financial Statements over the Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to these Standalone Financial Statements of **"MMP INDUSTRIES LIMITED"** ("the Company") as at **March 31, 2025,** in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to these Standalone Financial Statements based on the internal controls with reference to these Standalone Financial Statements 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 ("the ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 with reference to these Standalone Financial Statements of the Company 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to these Standalone Financial Statements. 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 with reference to these Standalone Financial Statements 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 with reference to these Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to these Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to these Standalone Financial Statements, 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 auditors' judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to these Standalone Financial Statements.

**Meaning of Internal Financial Controls Over Financial Reporting**

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

**Inherent Limitations of Internal Financial Controls over the Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Standalone Financial Statements, 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 with reference to these Standalone Financial Statements to future periods are subject to the risk that the internal financial controls with reference to these Standalone Financial Statements 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, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls with reference to these Standalone Financial Statements and such internal financial controls with reference to these Standalone Financial Statements were operating effectively as at **March 31, 2025**, based on the criteria for internal financial control with reference to these Standalone Financial Statements 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 ("the ICAI").

Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEIS2622**

For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No. 0138430W

**ARPIT AGRAWAL**
Partner
Membership No. 175398

## Standalone Balance Sheet as at March 31, 2025

(₹ in Lakhs)

| S. No. | Particulars | Note | 31.03.2025 (₹) | 31.03.2024 (₹) |
|---|---|---|---|---|
| A | **ASSETS** | | | |
| 1 | **Non - Current Assets** | | | |
| | Property, Plants and Equipment | 2 | 22,042.52 | 18,250.78 |
| | Other Intangible Assets | 3 | 7.10 | 14.07 |
| | Capital Work-in-Progress | 4 | 2,258.62 | 2,748.38 |
| | Financial Assets | | | |
| | Investments | 5 | 934.09 | 800.09 |
| | Loans | 6 | 17.55 | 7.97 |
| | Other Financial Assets | 7 | 600.46 | 621.53 |
| | Other Non - Current Assets | 8 | 201.57 | 192.53 |
| | Current Tax Assets (Net) | 9 | 78.66 | - |
| | **Total Non - Current Assets** | | **26,140.57** | **22,635.35** |
| 2 | **Current Assets** | | | |
| | Inventories | 10 | 13,472.16 | 11,099.96 |
| | Financial Assets | | | |
| | Trade Receivables | 11 | 8,951.40 | 5,706.17 |
| | Cash and Cash Equivalents | 12A | 1,076.42 | 37.23 |
| | Other Balances with Banks | 12B | 2.88 | 1.93 |
| | Loans | 13 | 301.48 | 15.05 |
| | Other Financial Assets | 14 | 337.64 | 66.69 |
| | Other Current Assets | 15 | 271.50 | 501.11 |
| | **Total Current Assets** | | **24,413.48** | **17,428.15** |
| | **Total Assets** | | **50,554.05** | **40,063.50** |
| B | **EQUITY AND LIABILITIES** | | | |
| a) | **EQUITY** | | | |
| | Equity Share Capital | 16 | 2,540.26 | 2,540.26 |
| | Other Equity | 17 | 25,846.55 | 22,922.40 |
| | | | **28,386.82** | **25,462.66** |
| b) | **LIABILITIES** | | | |
| 1 | **Non - Current Liabilities** | | | |
| | Financial Liabilities | | | |
| | Borrowings | 18 | 2,812.62 | 1,337.29 |
| | Long - Term Financial Liabilities | 19 | 92.73 | 34.01 |
| | Deferred Tax Liabilities (Net) | 20 | 1,555.48 | 1,070.73 |
| | Long - Term Provisions | 21 | 291.23 | 279.31 |
| | Other Non - Current Liabilities | 22 | 131.03 | 140.82 |
| | **Total Non - Current Liabilities** | | **4,883.09** | **2,862.16** |
| 2 | **Current Liabilities** | | | |
| | Financial Liabilities | | | |
| | Borrowings | 23 | 12,394.78 | 7,985.08 |
| | Trade Payables | | | |
| | Total Outstanding dues to Micro Enterprises and Small Enterprises | 24 | 832.28 | 700.31 |
| | Total Outstanding dues of Creditors other than to Micro Enterprises and Small Enterprises | 24 | 1,880.42 | 1,624.13 |
| | Other Financial Liabilities | 25 | 1,770.55 | 1,040.95 |
| | Other Current Liabilities | 26 | 269.40 | 269.96 |
| | Short - Term Provisions | 27 | 136.73 | 87.31 |
| | Current Tax Liabilities (Net) | 28 | - | 30.93 |
| | **Total Current Liabilities** | | **17,284.15** | **11,738.68** |
| | **Total Equity and Liabilities** | | **50,554.05** | **40,063.50** |
| **MATERIAL ACCOUNTING POLICIES** | | **1** | | |

**ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**
**For MANISH N JAIN & CO.**
**Chartered Accountants**
**FRN No.: 0138430W**

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: May 23, 2025
UDIN No.: **25175398BMIEIS2622**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer
Place: Nagpur
Dated: May 23, 2025

**Sd/-**
**MADHURA UBALE**
Company Secretary
Place: Nagpur
Dated: May 23, 2025

## Standalone Statement of Profit and Loss for the Period ended on March 31, 2025

(Amount ₹ in Lakhs, except earnings per share data)

| S. No. | Particulars | Note | 2024 - 2025 (₹) | 2023 - 2024 (₹) |
|---|---|---|---|---|
| **I** | **INCOME** | | | |
| 1 | Revenue from Operations | 29 | 69,185.99 | 57,854.35 |
| 2 | Other Income | 30 | 154.55 | 134.14 |
| **II** | **Total Income (Total of 1 to 2)** | | **69,340.54** | **57,988.49** |
| **III** | **EXPENSES** | | | |
| 1 | Cost of Materials Consumed | 31 | 55,543.77 | 46,380.57 |
| 2 | Purchase of Trading Stock | | 8.39 | 18.72 |
| 3 | Changes in Inventories of Finished Goods, Work-in-Progress and Trading Stock | 32 | (2,069.76) | (1,342.11) |
| 4 | Employee Benefits Expense | 33 | 4,395.32 | 3,863.04 |
| 5 | Finance Costs | 34 | 1,019.26 | 684.30 |
| 6 | Depreciation and Amortization Expenses | 35 | 970.01 | 796.35 |
| 7 | Other Expenses | 36 | 4,912.31 | 4,312.17 |
| **IV** | **Total Expenses (Total of 1 to 7)** | | **64,779.31** | **54,713.05** |
| **V** | **Profit Before Exceptional Item and Tax (II - IV)** | | **4,561.23** | **3,275.45** |
| | Exceptional Items | | - | - |
| **VI** | **Profit Before Tax (PBT)** | | **4,561.23** | **3,275.45** |
| **VII** | **Tax Expenses** | | | |
| 1 | Current tax | 20 | 739.42 | 612.67 |
| 2 | Deferred tax | 20 | 487.68 | 220.46 |
| **VIII** | **Total Tax Expenses (Total of 1 to 2)** | | **1,227.10** | **833.13** |
| **IX** | **Profit After Tax (PAT) (VI - VIII)** | | **3,334.13** | **2,442.32** |
| **X** | **Other Comprehensive Income / (Loss)** | | | |
| | **A) Items that will not be reclassified to the Statement of Profit and Loss** | | | |
| | a)i) Remeasurement of the defined benefit plans | | (31.86) | (19.66) |
| | ii) Income tax expenses on the above | | 8.02 | 4.95 |
| | b)i) Net fair value gain / (loss) on investment in equity instruments through Other Comprehensive Income | | - | (0.03) |
| | ii) Income tax expenses on the above | | - | 0.01 |
| | **B) Items that will be reclassified subsequently to the Statement of Profit and Loss** | | | |
| | a)i) Net fair value gain / (loss) on investments in debt instruments through Other Comprehensive Income | | - | - |
| | ii) Income tax expenses on the above | | - | - |
| **XI** | **Total Other Comprehensive Income** | | **(23.84)** | **(14.74)** |
| **XII** | **Total Comprehensive Income for the year (IX + XI)** | | **3,310.29** | **2,427.58** |
| **XIII** | **Earnings per Equity Share** | | | |
| | **Basic (In ₹)** | **55** | **13.13** | **9.61** |
| | **Diluted (In ₹)** | **55** | **13.13** | **9.61** |
| **MATERIAL ACCOUNTING POLICIES** | | **1** | | |

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**
**For MANISH N JAIN & CO.**
**Chartered Accountants**
**FRN No.: 0138430W**

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: May 23, 2025
UDIN No.: **25175398BMIEIS2622**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: May 23, 2025

**Sd/-**
**MADHURA UBALE**
Company Secreatry

Place: Nagpur
Dated: May 23, 2025

## Standalone Statement of Cash Flows for the Year then ended March 31, 2025

(₹ in Lakhs)

| S. No. | Particulars | 31.03.2025 (₹) | 31.03.2024 (₹) |
|---|---|---|---|
| A) | **Cash Flow from Operating Activities** | | |
| | **Net Profit / (Loss) Before Tax for the year as per the Standalone Statement of Profit and Loss** | **4,561.23** | **3,275.45** |
| | Adjustments For: | | |
| | Depreciation and Amortization Expenses | 970.01 | 796.35 |
| | Interest Income | (16.04) | (29.36) |
| | Rental Income | (15.00) | (15.00) |
| | Dividend Income | (49.91) | (0.01) |
| | Finance Costs | 1,019.26 | 684.30 |
| | Subsidy or Grants for Property, Plants and Equipment (Net) | (9.79) | (9.60) |
| | (Surplus) / Loss on Disposal of Property, Plants and Equipment | 11.37 | 4.40 |
| | (Surplus) / Loss on Disposal of Investments | - | (0.10) |
| | EIR on Employee Loans | (0.17) | (0.10) |
| | Provision for Unsecured Doubtful Debts and Advances | 54.15 | 160.95 |
| | **Operating Profit before Working Capital Changes** | **6,525.11** | **4,867.28** |
| | Adjustments For: | | |
| | (Increase) / Decrease in Trade Receivables | (3,238.97) | (1,137.17) |
| | (Increase) / Decrease in Other Financial Assets | (310.29) | 68.43 |
| | (Increase) / Decrease in Loans | (10.84) | 9.34 |
| | (Increase) / Decrease in Inventories | (2,372.20) | (2,484.31) |
| | (Increase) / Decrease in Other Current Assets | 229.61 | (21.50) |
| | Increase / (Decrease) in Short - Term Borrowings | 4,409.69 | 2,677.74 |
| | Increase / (Decrease) in Trade Payables | 388.26 | 636.87 |
| | Increase / (Decrease) in Financial Liabilities | 730.88 | (38.78) |
| | Increase / (Decrease) in Other Current Liabilities | (0.56) | 93.58 |
| | Increase / (Decrease) in Provisions | 29.47 | (10.02) |
| | **Cash Generated from Operating Activities** | **6,380.18** | **4,661.45** |
| | Income Tax Paid (Net of Refund) | (849.19) | (386.43) |
| | **Net Cash Generated / (Used) from Operating Activities** | **5,530.99** | **4,275.02** |
| B) | **Cash Flow from Investing Activities** | | |
| | Investment in Property, Plants and Equipment (Net of Disposal) | (4,766.15) | (3,078.11) |
| | (Increase) / Decrease in Capital Work-in-Progress | 489.76 | (1,285.85) |
| | (Increase) / Decrease in Non - Current Investments | (100.00) | 0.45 |
| | Subsidy / Grant for Property, Plants and Equipment (Net) | - | 3.93 |
| | Capital Advances | (8.87) | 131.62 |
| | Liabilities towards Capital Expenditures | 22.49 | 10.15 |
| | Interest Income | 16.04 | 29.36 |
| | Rental Income | 15.00 | 15.00 |
| | Dividend Income | 49.91 | 0.01 |
| | **Net Cash Generated / (Used) from Investing Activities** | **(4,281.83)** | **(4,173.45)** |

(₹ in Lakhs)

| S. No. | Particulars | 31.03.2025 (₹) | 31.03.2024 (₹) |
|---|---|---|---|
| C) | **Cash Flow from Financing Activities** | | |
| | Proceeds from Fresh Issue of Equity Shares | - | - |
| | Proceeds / (Repayments) from Non - Current Borrowings | 1,475.33 | 671.45 |
| | Loans and Advances to Wholly Owned Subsidiary Company | (285.00) | - |
| | Finance Costs | (1,019.26) | (684.30) |
| | Dividend Paid | (381.04) | (254.52) |
| | **Net Cash Received / (Used) from Financing Activities** | **(209.97)** | **(267.37)** |
| **(D)** | **Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)** | **1,039.19** | **(165.80)** |
| **(E)** | Cash and Cash Equivalents at the beginning of the period | 37.23 | 203.03 |
| **(F)** | Cash and Cash Equivalents at the end of the period | 1,076.42 | 37.23 |
| **(G)** | **Increase / (Decrease) in Cash and Cash Equivalents (G = F - E)** | **1,039.19** | **(165.80)** |

**Note:**

**a) Cash and Cash Equivalants Comprises of:**

(₹ in Lakhs)

| S. No. | Particulars | 31.03.2025 (₹) | 31.03.2024 (₹) |
|---|---|---|---|
| 1 | Balances with Banks | | |
| | i) Current Accounts | 1,071.20 | 34.24 |
| 2 | Cash-in-Hand | 5.22 | 2.98 |
| 3 | **Cash and Cash Equivalents (Total of 1 to 2)** | **1,076.42** | **37.23** |

**MATERIAL ACCOUNTING POLICIES** **1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**
**For MANISH N JAIN & CO.**
**Chartered Accountants**
**FRN No.: 0138430W**

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: May 23, 2025
UDIN No.: **25175398BMIEIS2622**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: May 23, 2025

**Sd/-**
**MADHURA UBALE**
Company Secreatry

Place: Nagpur
Dated: May 23, 2025

## Standalone Statement of Changes in Equity for the Year then ended on March 31, 2025

### A) Equity Share Capital

(₹ in Lakhs)

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Equity Share Capital** | | |
| **Balance at the beginning of the reporting period…(₹)** | **2,540.26** | 2,540.26 |
| Changes in Equity Share capital due to prior period errors | - | - |
| **Restated balances at the beginning of the current reporting period…(₹)** | **2,540.26** | 2,540.26 |
| Changes in Equity Share capital during the reporting period | - | - |
| **Balance at the end of the reporting period…(₹)** | **2,540.26** | 2,540.26 |

### B) Other Equity

(₹ in Lakhs)

| | Reserves and Surplus | | | Item of OCI | | Total Other Equity |
|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Insutruments through OCI | Remeasurement of Defined Benefits Plan | |
| | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ |
| **Balance as at April 01, 2023 (A)** | **40.32** | **6,789.49** | **13,902.25** | **0.03** | **16.77** | **20,748.85** |
| **Addition made during the reporting period** | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 2,442.32 | - | - | **2,442.32** |
| Adjustment made during the reporting period | - | - | - | - | - | **-** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (14.71) | (14.71) |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | (0.03) | - | (0.03) |
| **Total Comprehensive Income for the year 2023 - 2024 (B)** | **-** | **-** | **2,442.32** | **(0.03)** | **(14.71)** | **2,427.58** |
| **Reduction made during the reporting period** | | | | | | |
| Final Dividend (Refer "Note No. 50") | - | - | 254.03 | - | - | **254.03** |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **254.03** | **-** | **-** | **254.03** |
| **Balance as at March 31, 2024 (D) = (A + B - C)** | **40.32** | **6,789.49** | **16,090.54** | **-** | **2.06** | **22,922.40** |
| **Addition made during the reporting period** | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,334.13 | - | - | 3,334.13 |
| Adjustment made during the reporting period | - | - | (15.90) | - | 10.81 | (5.10) |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | - |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | **-** | **-** | **-** | **-** | **(23.84)** | **(23.84)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | - | - | - |
| **Total Comprehensive Income for the year 2024 - 2025 (E)** | **-** | **-** | **3,318.23** | **-** | **(13.03)** | **3,305.19** |
| **Reduction made during the reporting period** | | | | | | |
| Final Dividend (Refer "Note No. 50") | - | - | 381.04 | - | - | 381.04 |
| **Total reductions made during the reporting period (F)** | **-** | **-** | **381.04** | **-** | **-** | **381.04** |
| **Balance as at March 31, 2025 (G) = (D + E - F)** | **40.32** | **6,789.49** | **19,027.72** | **-** | **(10.98)** | **25,846.55** |

**SIGNIFICANT ACCOUNTING POLICIES** 1

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**
**For MANISH N JAIN & CO.**
**Chartered Accountants**
**FRN No.: 0138430W**

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: May 23, 2025
UDIN No.: **25175398BMIEIS2622**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: May 23, 2025

**Sd/-**
**MADHURA UBALE**
Company Secreatry

Place: Nagpur
Dated: May 23, 2025

**Notes to the Standalone Financial Statements for the year then ended on March 31, 2025**

**Corporate Information**

**MMP INDUSTRIES LIMITED** ("the Company") (CIN No. L32300MH1973PLC30813) is a Public Limited Company, domiciled and incorporated in India, under the provisions of Companies Act, 1956. The Registered office of the Company is situated at *211, Shrimohini Complex, 345, Kingsway, Nagpur, (M.H.) - 440001*. The books of accounts and other related documents and information are maintained at *B - 24, MIDC Area, Hingna Industrial Estate, Hingna Road, Nagpur (M.H.) - 440016*. The Company's shares are listed on *"National Stock Exchange"* (NSE).

The Company is primarily engaged in the business of manufacturing, selling, distribution and trading of Aluminium Powder, Aluminium Pyro and Flake Powder, Aluminium Paste, Aluminium Conductor and Aluminium Foils. The Company is also engaged in trading and manufacturing of MnO and MnO2 Powder.

The Board of Directors approved the Standalone Financial Statements for the year ended March 31, 2025, and authorized for issue on May 23, 2025.

**1. MATERIAL ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS**

**MATERIAL ACCOUNTING POLICIES**

**1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

These Standalone Financial Statements are the separate financial statements of the Company (also called as "Standalone Financial Statements") prepared in accordance with Indian Accounting Standard ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") read together with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standard) Rule, 2016, as amended, time to time. The preparation and presentation of the Standalone Financial Statements is based on the Indian Accounting Standards (Ind AS), Division - II of the Schedule - III of the Companies Act, 2013.

Entity specific disclosure of material accounting policies, where the Indian Accounting Standards permits options are disclosed hereunder:

The Company's management and the Board of Directors has assessed the materiality of the accounting policy information, which involves exercising judgements and considering both qualitative and quantitative factors, taking into account not only the size and nature of the items or conditions but also the characteristics of the transactions, events or conditions that could make the information more likely to impact the decisions of the users of the Standalone Financial Statements.

Entity's conclusion that an accounting policy is immaterial does not affect the disclosures requirements set out in the Indian Accounting Standards.

The Company adopted Ind AS from April 01, 2018. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policies hitherto adopted. These Standalone Financial Statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants at the measurement date.

The Standalone Statement of Cash Flows has been prepared under indirect method, whereby the profit and loss are adjusted for the effect of transactions of a non-cash nature, any deferrals and accruals or future operating cash receipts or payments and items of income and expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid instruments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents.

The Company's Standalone Financial Statements are prepared and presented in Indian Rupee (`) in Lakhs, which is also the functional currency for the Company. All amounts have been rounded off to the nearest (`) in Lakhs up to two decimals, except when otherwise specified.

**1.2 APPLICATION OF NEW ACCOUNTING PRONOUNCEMENTS**

Ministry of Corporate Affairs (the "MCA") notifies the new standards or amendments to the existing standards under the Companies (Indian Accounting Standard) Rule, as issued from time to time. For the period ended March 31, 2025, MCA has notified amendments to Ind AS - 116, *"Lease"*, relating to the sale and leaseback transactions, which is applicable to the Company w.e.f. April 01, 2024. The Company has reviewed the new pronouncements and based on its evaluation has determined that it is not likely to have any significant impact in its Standalone Financial Statements.

**1.3 CURRENT AND NON - CURRENT CLASSIFICATION**

The Company presents the assets and liabilities in the balance sheet based on current / non-current classification. An asset or liabilities are classified as current when it satisfies any of the following criteria:

i) The assets / liabilities are expected to be realized / settled in the Company's normal operating cycle.

ii) The assets are intended for sales or consumption.

iii) The assets / liabilities are held primarily for the purpose of trading.

iv) The assets / liabilities are expected to be realized / settled within twelve months after the end of reporting date.

v) The assets are cash or cash equivalents unless they are restricted from being exchanged or used to settle liabilities for at least twelve months after the reporting period.

vi) In the case of liabilities, the Company does not have an unconditional right to defer the settlement of the liabilities for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current / non-current classification of assets and liabilities, the Company has ascertained its operating cycle as twelve months (12 months). This is based on the nature of services and the time between the acquisition of the assets or inventories for processing and their realization in cash and cash equivalents.

**1.4 SUMMARY OF MATERIAL ACCOUNTING POLICIES**

**a) Property, Plant and Equipment**

**Measurement at Recognition**

An item of property, plant and equipment that qualifies as an asset is measured on the initial recognition at cost. Following the initial recognition, item of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses, *if any*. The Company identifies and determines cost of each part of an item of property, plant and equipment separately, if the part has a cost which is significant to the total cost of that item of property, plant and equipment and has useful life that is materially different from that of the remaining items.

The cost of an item of property, plant and equipment comprises of its purchase price net of discounts, if any, including import duties and other non-refundable purchase taxes or levies, directly attributable to cost of bringing the assets to its present location and working condition for its intended use and the initial estimate of decommissioning, restoration, and similar liabilities, *if any*. Cost includes the cost of replacing a part of the plants and equipment, if the recognition criteria are met. Expenses directly attributable to new manufacturing facilities during its construction period are capitalized, if the recognition criteria are met. Expenditure related to plans, designs and drawings of buildings or plants and machinery are capitalized under the relevant heads of property, plant and equipment, if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at periodical intervals, the Company recognizes such parts as individual assets with specific useful lives and depreciates them accordingly.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any components accounted for as a separate asset is de-recognized when replaced.

All the costs, including administrative, financing and general overhead expenses, as are specifically attributable to construction of a specific projects or to the acquisition of a property, plant and equipment or bringing it to its present location and working condition, is includes, as a part of the cost of construction of the project or as a part of the cost of property, plant and equipment, till the commencement of its commercial production. Any adjustments arising from exchange rate variations attributable to the property, plant and equipment are capitalized as aforementioned.

Borrowing costs relating to the acquisition / construction of property, plant and equipment which takes the substantial period of time to get ready for its intended use are also included in the cost of property, plant and equipment / cost of constructions, to the extent they relate to the period till such property, plant and equipment are ready to be put to use.

Any subsequent expenditure related to an item of property, plant and equipment is added to its book value only and only if it increases the future economic benefits from the existing assets beyond its previously assessed standard of performance.

Any items such as spare parts, stand-by equipment and servicing equipment that meet the definitions criteria of the property, plant and equipment are capitalized at cost and depreciated over the useful life of the respective property, plant and equipment. Cost is in the nature of repairs and maintenances are recognized in the Standalone Statement of Profit and Loss as and when incurred.

**Capital Work-in-Progress and Capital Advances**

Cost of property, plant and equipment not ready for intended use, as at the balance sheet date, is shown as a *"Capital Work-in-Progress"*. The capital work-in-progress is stated at cost. Any expenditure in relation to survey and investigation of the properties is carried out as capital work-in-progress, such expenditure is either capitalized as cost of the projects on completion of construction project or the same is expensed in the period in which it is decided to abandon such projects. Any advances given towards acquisition of property, plant and equipment outstanding at each balance sheet date is disclosed as *"Other Non - Current Assets"*.

The Company has elected to consider the carrying value of all its property, plants and equipment appearing in its Standalone Financial Statements and used the same as deemed cost in the opening Ind AS Balance Sheet prepared at April 01, 2018.

**Depreciation**

Depreciation on each part of property, plant and equipment are provided to the extent of the depreciable amount of the assets on the basis of *"Straight Line Method (SLM)"* on the useful lives of the tangible property, plant and equipment as estimated by the Company's management and is charged to the Standalone Statement of Profit and Loss, as per the requirement of *Schedule - II to the Companies Act, 2013*. The estimated useful lives of the property, plant and equipment has been assessed based on the technical advice, which is considered in the nature of the property, plant and equipment, the usage of the property, plant and equipment, expected physical wear and tear of such property, plant and equipment, the operating conditions, anticipated technological changes, manufacturer warranties and maintenance support of the property, plant and equipment etc.

When the parts of an item of the property, plant and equipment have different useful lives, they are accounted for as separate items (major components) and are depreciated over their useful lives or over the remaining useful lives of the principal property, plant and equipment, whichever is less.

The useful lives of the items of property, plants and equipment as estimated by the Company's management is mentioned below:

| S. No. | Name of Property, Plants and Equipment | Useful Life (In Years) |
|---|---|---|
| 1. | Factory Building | 30 Years |
| 2. | Building (Other than Factory Building) | 60 Years |
| 3. | Plant and Machineries (Including Continuous Process Plant) | 25 Years |
| 4. | Furniture and Fixtures | 10 Years |
| 5. | Office Equipment | 10 Years |
| 6. | Computer and Other Data Processing units | 3 Years |
| 7. | Motor Vehicles | 8 Years |
| 8. | Electrical Installation and Other Equipment | 10 Years |

The Company based on technical assessment made by the technical experts and the Company's management estimate, depreciate certain items of property, plant and equipment over the estimated useful lives which are different from the useful lives as prescribed under *Schedule - II of the Companies Act, 2013*. The Company's management believes that the useful lives given above are best to represent the period over which Company's management expects to use this property, plant and equipment.

Freehold land is not depreciated. Leasehold land and their improvement cost are amortized over the period of the lease.

The useful lives, residual value of each part of an item of property, plant and equipment and method of depreciation is reviewed at the end of each reporting period, *if any*, of these expectations differ from the previous estimates, such change is accounted for as a change in accounting estimate and adjusted prospectively, if appropriate.

**Derecognition**

The carrying amount of an item of property, plant and equipment and other intangible assets are recognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from derecognition of the property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized in the Standalone Statement of Profit and Loss, as and when the assets are de-recognized.

**b) Intangible Assets**

**Measurement at Recognition**

Intangible assets acquired separately measured on the initial recognition at cost. Intangible assets arising on the acquisition of businesses are measured at fair value as at the date of acquisition. Internally generated intangible assets including research costs are not capitalized and the related expenditure is recognized in the Standalone Statement of Profit and Loss in the period, in which the expenditure is incurred. Following the initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, *if any*.

The Company has elected to consider the carrying value of all intangible assets appearing in its Standalone Financial Statements and used the same as deemed cost in the opening Ind AS Balance Sheet prepared at April 01, 2018.

**Amortization**

Intangible assets with the finite lives are amortized on a *"Straight Line Basis"* over the estimated useful economics lives of such intangible assets. The amortization expenses on intangible assets with finite lives are recognized in the Standalone Statement of Profit and Loss. The estimated useful lives of intangible assets are mentioned below:

| S. No. | Particulars | Useful Life (In Years) |
|---|---|---|
| 1. | Computer Software | 5 Years |

The amortization period and the amortization method for an intangible asset with the finite useful lives are reviewed at the end of each financial year. If any of these expectations differ from the previous estimates, such changes are accounted for as a change in an accounting estimate and adjusted prospectively, if appropriate.

**Derecognition**

The carrying amount of an intangible asset is de-recognized at disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the de-recognition of an intangible assets is measured as the difference between the net disposal proceeds and the carrying amount of the intangible assets and is recognized in the Standalone Statement of Profit and Loss, as and when such assets are de-recognized.

**c) Impairment**

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Assets that have an indefinite useful life are not subject to amortization and are tested for impairment annually and whenever there is an indication that the assets may be impaired.

Assets that are subject to depreciation and amortization and assets representing investment in subsidiary and associate companies are reviewed for impairment, whenever events or changes in circumstances indicate that carrying amount may not be recoverable. Such circumstances include, though are not limited to, significant or sustained decline in revenues or earnings and material adverse changes in the economic environments.

The Company assesses at each reporting date, whether there is an indication that assets may be impaired, if any indication exists based on internal or external factors, or when Annual impairment testing for assets is required, the Company estimates the asset's recoverable amount. Where the carrying amount of the assets or its cash generating unit (CGU) exceeds its recoverable amount, the assets are considered impaired and written down to its recoverable amount. The recoverable amount is greater of the fair value less cost to sell and value-in-use. In assessing value-in-use, the estimated future cash flows are discounted to their present value using a pre-tax rate that reflects current market rates and the risk specific to the assets. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the CGU to which the assets belong. Fair value less cost to sell is the best estimate of the amount obtainable from the sale of an assets in an arm's length transactions between knowledgeable, willing parties, less cost of disposal. After the impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful lives.

Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exists or has decreased. However, the increase in the carrying amount of assets due to the reversal of an impairment loss is recognized to the extent it does exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the assets in the prior years.

Impairment losses, if any, are recognized in the Standalone Statement of Profit and Loss and included in depreciation and amortization expense. Impairment losses are reversed in the Standalone Statement of Profit and Loss only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognized.

**d) Revenue Recognition**

**Revenue from Contracts with Customers**

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured in the amount of transaction price (net of variable consideration on accounts of various discounts and schemes offered by the Company as a part of the Contracts) allocated to that performance obligation. These variable considerations are estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

**Sale of Products**

Revenue from sales of goods is recognized when control on the goods has been transferred to the customers. The performance obligation in the case of sale of goods is satisfied at a point in time i.e. when the material is shipped to the customers or delivery to the customers as may be specified in the contracts with them.

Sales (Gross) excludes Goods and Service Tax (GST) and is a net of discounts and incentives to the customers.

**Sale of Services**

Revenue from sales of service is recognized over the period of time by measuring the progress towards satisfaction of performance obligation for the service rendered. The revenue is recognized based on the agreements / arrangements with the customers as the service is performed and based on the satisfaction of performance obligation.

Advances from customers are recognized under *"Other Current Liabilities"* and released to revenue on satisfaction of performance obligation.

**Interest**

Revenue from interest income is recognized using the effective interest method. Effective interest rate (EIR) is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instruments or a shorter period, where appropriate, to the gross carrying amount of the financial assets or to the amortized cost of financial liabilities.

**Dividend**

Revenue is recognized when the Company's right to receive the payment is established, which is generally when the shareholders approved the dividend, at their respective Annual General Meeting (AGM).

**Other Income**

Other items of income are recognized as and when the right to receive such income arises and it is probable that the economic benefits will flows to the Company and the amount of income can be measured reliably.

**e) Government Grants and Subsidies**

**Recognition and Measurements**

The Company recognizes grant as income when there is reasonable assurance that the Company will comply with all the necessary conditions attached to them and the grant will be received, in accordance with Ind AS - 20, *"Accounting for Government Grants and Disclosure of Government Assistance"*. The Company is entitled to receive, certain non-refundable subsidies from the Government in respect of manufacturing units located in the State of Maharashtra, which are measured, when the right to receive the amounts from the Government is established.

Government grants are recognized in the Standalone Statement of Profit and Loss on a systematic basis over the periods in which related costs, which the grants are intended to compensate, are recognized as expenses. Government grants related to property, plants and equipment are presented at fair value, and grants are recognized as deferred income.

**Presentation**

Income from the above grants and subsidies are presented under Revenue from Operations. Government grants related to property, plants and equipment are presented at fair value, and grants are recognized as deferred income.

**f) Inventories**

Raw material, work-in-progress, finished goods, packing material, stores and spares, components, consumables and trading stock are carried at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written-down below cost, if the finished goods in which they will be incorporated are expected to be sold at or above costs. The comparison of costs and net realizable value is made on an item-by-item basis. In determining the cost of raw materials, work-in-progress, finished goods, packing materials, stores and spares, components and trading stock, "*Weighted Average*" method is used. Cost of inventories comprises all costs of purchase, non-refundable duties and taxes, cost of conversion including an appropriate share of fixed and variable production overheads and all other costs incurred in bringing the inventory to its present location and conditions.

*"Net Realizable Value"* is the estimated selling price of inventories in the ordinary course of business, less estimated costs of completion and estimated cost necessary to make the sales of the products.

The Company considers factors like estimated shelf life, product discontinuances and aging of inventory in determining the provision for slow moving, obsolete and other non-saleable inventory and adjusts the inventory provision to reflect the recoverable value of the inventory.

**g) Financial Instruments**

A financial instrument is in any contract that gives rise to the financial assets of one entity and financial liabilities or equity instruments of another entity.

**Financial Assets**

**Initial Recognition and Measurements**

The Company recognizes a financial asset in its Standalone Balance Sheet as and when it becomes party to the contractual provisions of the instruments. All the financial assets are recognized initially at fair value, plus in the case of financial assets not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial assets. However, trade receivables that do not contain a significant financing component are measured at transaction price.

Where the fair value of a financial assets at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognized as a gain or loss in the Standalone Statement of Profit and Loss at initial recognition, if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognized as a gain or loss in the Standalone Statement of Profit and Loss only to the extent that such gain or loss arises due to a change in factor that market participants taken into account, when pricing the financial assets.

**Subsequent Measurements**

For subsequent measurements, the Company classifies a financial asset in accordance with the below criteria:

i) The Company's business model for managing the financial assets and

ii) The contractual cash flows characteristics of the financial assets.

Based on the above criteria, the Company classifies, its financial assets into the following categories:

i) Financial assets measured at amortized costs

ii) Financial assets measured at fair value through other comprehensive income (FVTOCI)

iii) Financial assets measured at fair value through profit or loss (FVTPL)

**Financial Assets measured at Amortized Costs**

A financial asset is measured at the amortized costs if both the following conditions are met:

a) The Company's business model objective for managing the financial assets is to hold financial assets in order to collect contractual cash flows, and

b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

This category applies to cash and bank balances, trade receivables, loans and other financial assets of the Company. Such financial assets are subsequently measured at amortized cost using the effective interest method. Under the effective interest method, the future cash receipts are discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest method of the difference between the initial recognition amounts and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial assets over the relevant period of the financial assets to arrive at the amortized costs at each reporting date. The corresponding effect of the amortization, under effective interest method is recognized as interest income over the relevant period of the financial assets. The same is included under *"Other Income"* in the Standalone Statement of Profit and Loss. The amortized costs of financial assets are also adjusted for loss allowance, if any.

**Financial Assets measured at FVTOCI**

A financial asset is measured at FVTOCI, if both of the following conditions are met:

a) The Company's business model objective for managing the financial assets is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

This category applies to certain investments in debt instruments. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognized in the Other Comprehensive Income (OCI). However, the Company recognizes interest income and impairment losses and its reversals in the Standalone Statement of Profit and Loss.

On de-recognition of such financial assets, cumulative gain or loss previously recognized in OCI, is reclassified from equity to Standalone Statement of Profit and Loss.

Further, the Company, through an irrevocable election at initial recognition, has measured certain investments in equity instruments at FVTOCI. The Company has made such selection on an instrument-by-instrument basis. These equity instruments are neither held for trading nor are contingent consideration recognized, under a business combination. Pursuant to such irrevocable election, subsequent changes in the fair value of such equity instruments are recognized in other comprehensive income. However, the Company recognizes dividend income from such instruments in the Standalone Statement of Profit and Loss, when the right to receive such payment is established, it is probable that the economic benefits will flow to the Company and the amount can be measured reliably.

On de-recognition of such financial assets, cumulative gain or loss previously recognized in OCI is not reclassified from equity to Standalone Statement of Profit and Loss. However, the Company may transfer such cumulative gain or loss into retained earnings within equity.

**Financial Assets measured at FVTPL**

A financial asset is measured at FVTPL unless it is measured at amortized costs or at FVTOCI as explained above. This is a residual category applied to all other investments of the Company excluding investments in subsidiary and associate companies. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognized in the Standalone Statement of Profit and Loss.

**Derecognition**

A financial asset (or, where applicable, a part of a financial assets or part of a group of similar financial assets) is de-recognized (i.e. removed from the Company's Standalone Balance Sheet) when any of the following occurs:

i) The contractual rights to cash flows from the financial assets expire.

ii) The Company transfers its contractual rights to receive cash flows of the financial assets and has substantially transferred all the risks and rewards of ownership of the financial asset.

iii) The Company retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a *"pass-through"* arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial assets).

iv) The Company neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial assets.

In cases, where the Company has neither transferred nor retained substantially all the risks and rewards of the financial assets, but retains control of the financial assets, the Company continues to recognize such financial assets to the extent of its continuing involvement in the financial assets. In that case, the Company also recognizes an associated liability. The financial assets and the associated liabilities are measured on a basis that reflects the rights and obligations that the Company has retained.

On de-recognition of financial assets, (except as mentioned in above for financial assets measured at FVTOCI), the difference between the carrying amount and the consideration received is recognized in the Standalone Statement of Profit and Loss.

**Impairment of Financial Assets**

The Company applies expected credit losses (ECL) model for measurements and recognition of loss allowance on the following:

i) Trade receivables

ii) Financial assets measured at amortized costs (other than trade receivables)

iii) Financial assets measured at fair value through other comprehensive income (FVTOCI)

In the case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance. In the case of other assets (listed as ii and iii above), the Company determines if there has been a significant increase in credit risk of the financial assets since the initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to twelve months ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial assets improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on twelve months ECL.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expected to receive (i.e., all cash shortfalls), discounted at the original effective interest rate. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of financial assets. Twelve months ECL is a portion of the lifetime ECL which results from default events that are possible within twelve months from the reporting date.

ECL are measured in a manner that they reflect unbiased, and probability weighted amounts determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions and forecasts of future economic conditions.

As a practical expedient, the Company uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. At each reporting date, the historically observed default rates and changes in the forward-looking estimates are updated.

ECL impairment loss allowance (or reversal) recognized during the reporting period are recognized as income/ expense in the Standalone Statement of Profit and Loss under the head *"Other Expenses"*.

**Financial Liabilities**

**Initial Recognition and Measurements**

The Company recognizes financial liabilities in its balance sheet when it becomes party to the contractual provisions of the instruments. All financial liabilities are recognized initially at fair value, in the case of financial liabilities not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial liabilities.

Where the fair value of a financial liabilities at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognized as a gain or loss in the Standalone Statement of Profit and Loss at initial recognition, if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognized as a gain or loss in the Standalone Statement of Profit and Loss, only to the extent that such gain or loss arises, due to a change in factor that market participants taken into account when pricing the financial liabilities.

**Subsequent Measurements**

All the financial liabilities of the Company are subsequently measured at amortized costs using the effective interest method.

Under the effective interest method, the future cash payments are exactly discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest method of the difference between the initial recognition amount and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial liabilities over the relevant period of the financial liabilities to arrive at the amortized costs at each reporting date. The corresponding effect of the amortization, under effective interest method are recognized as interest expense over the relevant period of the financial liabilities. The same is included under finance costs in the Standalone Statement of Profit and Loss.

**Derecognition**

A financial liability is de-recognized when the obligation under the liabilities is discharged or cancelled or expires. When existing financial liabilities are replaced by another from the same lender on substantially different terms, or the terms of an existing liabilities are substantially modified, such an exchange or modification are treated as the de-recognition of the original liabilities and the recognition of a new liabilities. The difference between the carrying amount of the financial liabilities de-recognized and the consideration paid is recognized in the Standalone Statement of Profit and Loss.

**Offsetting of Financial Assets and Financial Liabilities**

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

**h) Derivative Financial Instruments and Hedge Accounting**

The Company enters into derivative financial contracts in the nature of forward currency contracts with external parties to hedge its foreign currency risks relating to foreign currency denominated financial liabilities measured at amortized cost. The Company formally establishes a hedge relationship between such forward currency contracts (*"Hedging Instruments"*) and recognized financial liabilities (*"Hedged Items"*) through a formal documentation at the inception of the hedge relationship in line with the Company's Risk Management objective and strategy.

The hedge relationship so designated is accounted for in accordance with the accounting principles prescribed for a fair value hedge under Ind AS - 109, *"Financial Instruments"*.

**Recognition and Measurement of Fair Value Hedge**

Hedging instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently measured at fair value at each reporting date. Gain or loss arising from such changes in the fair value of hedging instruments is recognized in the Standalone Statement of Profit and Loss. Hedging instruments is recognized as financial assets in the Standalone Balance Sheet, if it's fair value as at reporting date is positive as compared to carrying value and as financial liabilities, if it's fair value as at reporting date is negative as compared to carrying value.

Hedged items (recognized financial liabilities) are initially recognized at fair value on the date of entering into the contractual obligation and are subsequently measured at amortized costs. The hedging gain or loss on the hedged items is adjusted to the carrying value of the hedged item as per the effective interest method and the corresponding effects are recognized in the Standalone Statement of Profit and Loss.

**Derecognition**

On de-recognition of the hedged items, the unamortized fair value of the hedging instrument adjusted to the hedged items, is recognized in the Standalone Statement of Profit and Loss.

**i) Fair Value**

The Company measures financial instruments at fair value in accordance with the accounting policies mentioned above. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the assets or transfer the liabilities takes place either:

* In the principal market for the assets or liabilities, or

* In the absence of a principal market, in the most advantageous market for the assets or liabilities.

All the assets and liabilities for which fair value is measured or disclosed in the Standalone Financial Statements are categorized within fair value hierarchy that categorizes into three levels, described are as follows, the inputs to valuation techniques used to measure value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly or indirectly.

Level 3 - Inputs that are unobservable for the assets or liabilities.

For assets and liabilities that are recognized in the Standalone Financial Statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period and discloses the same.

**j) Investments in Subsidiary Companies and Associate Companies**

The Company has elected to recognize its investments in subsidiary companies and associate companies at cost in accordance with the option available in Ind AS - 27, *"Separate Financial Statements"*. Investments in subsidiary and associates are carried at cost less accumulated impairment losses, *if any*. Cost includes cash consideration paid on initial recognition adjusted for embedded derivatives and estimated contingent considerations (earn out), if any. Contingent consideration (earn out) is re-measured at fair value at each reporting date and changes in the fair value of the contingent consideration are recognized in the Standalone Statement of Profit and Loss.

Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiary and associates, the difference between net disposal proceeds and the carrying amounts are recognized in the Standalone Statement of Profit and Loss.

**k) Foreign Currency Transactions**

a) **Initial Recognition**

Transactions in the foreign currencies entered into by the Company are accounted in the functional currency (i.e. Indian Rupee `), by applying the exchange rates prevailing on the date of the transaction i.e. spot exchange rate. Any exchange difference arising on foreign exchange transactions settled during the reporting period are recognized in the Standalone Statement of Profit and Loss except to the extent that they are regarded as an adjustment to the finance costs on foreign currency borrowings that are directly attributable to the acquisition or constructions of the qualifying assets, are capitalized to the qualifying assets.

b) **Measurement of Foreign Currency Items at Reporting Date**

Foreign currency monetary items of the Company are restated as at the end of the reporting date by using the closing exchange rate as prescribed by the Reserve Bank of India. Non-monetary items are recorded at the exchange rate prevailing on the date of the transactions i.e. measured at historical costs. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is measured i.e. using the exchange rate at the date of transactions. Exchange differences arising out of foreign exchange translations and settlements during the period are recognized in the Standalone Statement of Profit and Loss.

**l) Taxes on Income**

Tax expense comprises current tax and deferred income tax. Tax expenses are the aggregate amount included in the determination of profit or loss for the reporting period current tax and deferred income tax. Tax expenses are recognized in the Standalone Statement of Profit and Loss, except to the extent that it relates to the items recognized in the other comprehensive income or in the equity. In that case, tax is also recognized in other comprehensive income or equity.

Current income tax is the amount of income tax payable in respect of taxable profit for the reporting period. Taxable profit differs from *"Profit Before Tax"* as reported under Standalone Statement of Profit and Loss because of item of expenses or income that are taxable or deductible in other years and items that are never taxable or deductible under Income Tax Act, 1961.

Current tax assets and liabilities are measured by using the tax rates that have been enacted by the end of the reporting period for the amounts expected to be recovered from or paid to the income tax authorities. Current tax also includes any adjustment amount to tax payable / receivable in respect of previous reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Standalone Financial Statements and the corresponding tax bases used in the computation of taxable profit under Income Tax Act, 1961 and their carrying amounts. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are generally recognized for all deductible and taxable temporary differences. However, in the case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profits nor the accounting profits or does not give rise to equal taxable and deductible temporary difference, deferred tax assets and liabilities are not recognized. Also, for temporary differences, if any, that may arise from initial recognition of goodwill, deferred tax liabilities are not recognized.

Deferred tax assets are generally recognized for all deductible temporary differences, and any unused tax losses and unused tax credits, to the extent, it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In the case of temporary differences that arise from initial recognition of assets or liabilities in a transaction that affect neither the taxable profits nor the accounting profits, deferred tax assets are not recognized.

The carrying amount of deferred tax assets / liabilities are 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 the benefits of part or all such deferred tax assets to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

**Uncertain Tax Positions**

The Company's management periodically evaluates the positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and consider whether it is probable that a taxation authority will accept uncertain tax treatments. The Company reflects the effect of uncertainty for each uncertain tax treatment by using one of two methods, the expected value method (the sum of the possibility-weighted amounts in range of possible outcomes) or the most likely amount (single most likely amount method in a range of possible outcomes), depending on which is expected to better predict the resolution of the uncertainty. The Company applies consistent judgments and estimates, if an uncertain tax treatment affects both the current and deferred income tax.

**Presentation**

Current tax and deferred tax are recognized as income or an expense in the Standalone Statement of Profit and Loss, except when they relate to items that are recognized in other comprehensive income, in which case, the current tax and deferred tax income / expense are recognized in other comprehensive income.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the assets and settle the liabilities simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset, if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.

**m) Lease**

A lease is classified at the inception date, as finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to the ownership of the Company is classified as a finance lease. All other leases are classified as operating leases.

**The Company as a Lessee**

**a)** **Operating Lease**: Rental payable under the operating lease is charged to the Standalone Statement of Profit and Loss on a *"Straight - line"* basis over the term of the relevant lease except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

**b)** **Finance Lease**: Finance leases are capitalized at the commencement of the lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liabilities for the lessor are included in the Standalone Balance Sheet as a finance lease obligation. Lease payments are appropriated between finance expenses and the reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liabilities. Finance expenses are charged directly against the income over the period of the lease unless they are directly attributable to the qualifying assets, in which case they are capitalized. Contingent rental is recognized as an expense in the period in which they are incurred.

A leased assets are depreciated over the useful lives of the assets, however, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the assets are depreciated over the shorter of the estimated useful lives of the assets and the lease terms.

**The Company as a Lessor**:

Lease payments under operating leases are recognized as an income on a straight-line basis in the Standalone Statement of Profit and Loss over the lease term except where the lease payments are structured to increase in line with expected general inflation. The respective leased assets are included in the Standalone Balance Sheet based on their nature.

**n) Borrowing Costs**

Borrowing cost include the interest, commitments charges on bank borrowings, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the finance cost.

Borrowing costs, if any, that are directly attributable to the acquisition or constructions or production of qualifying property, plant and equipment are capitalized as a part of cost of that property, plant and equipment until such time that the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial period of time to get ready for the intended use or sale.

When the Company borrows the funds specially for the purpose of obtaining the qualifying assets, the borrowing costs incurred are capitalized with the qualifying assets. When the Company borrows fund generally and use them for obtaining a qualifying asset, the capitalization of borrowing costs is computed on weighted average cost of general costs that are outstanding during the reporting period and used for acquisition of the qualifying assets. Capitalization of the borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for intended use are complete.

Other borrowing costs are recognized as expenses in the period in which they are incurred. Any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

**o) Employee Benefits**

**Short-Term Employee Benefits**

All the employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related services. The Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services are rendered as a liability (accrued expense) after deducting any amount already paid.

**Post - Employment Benefits**

a) **Defined Contribution Plans**

Defined contribution plans are employee state insurance scheme and Government administrated pension fund scheme for all the applicable employees and superannuation scheme for all the eligible employees, who met eligible criteria. The Company's contribution to defined contribution plans is recognized in the Standalone Statement of Profit and Loss in the reporting period to which they relate.

i) **Recognition and Measurement of Defined Contribution Plans**

The Company recognizes contribution payable to a defined contribution plan as an expense in the Standalone Statement of Profit and Loss, when the employees render services to the Company during the reporting period. If the contributions payable for services received from employees before the reporting date exceed the contributions already paid, the deficit payable is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the reporting date, the excess is recognized as an asset to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

b) **Defined Benefits Plans**

**i) Gratuity**

The Company operates a defined benefits plan for its employees. The Company pays the gratuity to employee whoever has completed its five years of service with the Company at the time of retirement or resignation or superannuation. The gratuity is paid @ 15 Days salary for every completed year of service as per the Payment of Gratuity Act, 1972.

The liabilities in respect of gratuity are calculated using *"Project Unit Credit Method"* and spread over the period during which the benefits are expected to be derived from employee services. The remeasurements of defined benefits plan in respect of post-employments are charged to the other comprehensive income (OCI).

ii) **Provident Fund Scheme**

Provident fund is defined contribution plan covering certain eligible employees. The Company and the eligible employees make a monthly contribution to the provident fund maintained by the regional provident fund commissioners equal to the specified percentage of the basic salary of the eligible employees as per the scheme. The contributions to the provident fund are charged to the Standalone Statement of Profit and Loss for the period when the contributions are due. The Company has no obligation, other than the contributions payable to the provident fund.

iii) **Pension Scheme**

The Company operates a defined benefit pension plan for certain specified employees and is payable upon the employee satisfying certain conditions, as approved by the Board of Directors.

iv) **Post - Retirement Medical Benefit Plan**

The Company operates a defined post-retirement medical benefits plan for certain specified employees and is payable upon the employee satisfying certain conditions.

**v) Leave Encashment**

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefits for measurement purposes. The Company measures the expected cost of such absence as the additional amount that are expected to pay as a result of unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefits for measurement purpose. Such long-term compensated absences are provided based on the actuarial valuation using the *"Project Unit Credit Method"* at the reporting date. Actuarial gain / losses are immediately taken to the Standalone Statement of Profit and Loss and are not deferred.

**Recognition and Measurement of Defined Contribution Plans**

The cost of providing defined benefits is determined using the *"Projected Unit Cash Credit"* method with actuarial valuations being carried out at each Standalone Balance Sheet date. The defined benefit obligations recognized in the Standalone Balance Sheet represent the present value of the defined benefit obligations as reduced by the fair value of plan assets, *if any*. Any defined benefit assets (negative benefit defined obligations resulting from these calculations) are recognized representing the present value of available refunds and reductions in future contributions to the plan.

All expenses represented by current service cost, past service cost, if any, and net interest on defined benefit liabilities / (assets) are recognized in the Standalone Statement of Profit and Loss. Remeasurement of the net defined benefits liabilities/ (assets) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liabilities /assets), are recognized in other comprehensive income. Such remeasurements are not reclassified to the Standalone Statement of Profit and Loss in the subsequent periods.

Past service cost is recognized immediately to the extent that the benefits are already vested, else is amortized on a straight-line basis over the average period until the amended benefits become vested. Actuarial gain or losses in respect of the defined benefits plan are recognized in the Standalone Statement of Profit and Loss in the year in which they arise.

The Company presents the above liabilities as current and non-current in the balance sheet as per the actuarial valuation by the independent actuary.

**p) Segment Reporting**

Segments are identified having regard to the dominant source and nature of the risks and returns and the internal organization and management structures. The Company has considered business segments as primary segments. The Company does not have any geographical segments.

**Identification of Segments**

The Company's operating business are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers the different products and serves the different markets. Majorly, the Company's business segments are *Aluminium Powder and Paste, Aluminium Conductor, Aluminium Foils and Others*.

**Segment Accounting Policies**

The Company's Board of Directors is identified as the Chief Operating Decision Maker (CODM). The CODM reviews the overall financial information of the Company together for performance evaluation and allocation of resources and does not review any discrete information to evaluate the performance of any individual products or geography. The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the Standalone Financial Statements of the Company as a whole.

Operating Segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM is responsible for assessing the performance and allocating the resources of the operating segment of the Company. Refer "*Note No. 43"* for Segment information.

**q) Earnings per Share**

The Company reports the basic and diluted Earnings per Share (EPS) in accordance with Ind AS - 33, *"Earnings per Share"*. Basic EPS is computed by dividing the net profit or loss attributable to the equity shareholders of the Company for the period by the weighted average number of Equity shares outstanding during the period.

Diluted EPS is computed by dividing the net profit or loss attributable to the equity shareholders for the period by the weighted average number of Equity shares outstanding during the period as adjusted for the effects of all potential equity shares, except where the results are anti-dilutive.

The weighted average number of Equity shares outstanding during the period is adjusted for events such a bonus Issue, bonus elements in right issue, share splits, and reverse share split (consolidation of shares) that have changed the number of Equity shares outstanding, without a corresponding change in resources.

**r) Provisions and Contingencies**

The Company recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists, and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

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

A disclosure for contingent liabilities is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as Contingent Liabilities.

Contingent assets are a possible asset arising from past events, the existence of which will be confirmed, only by the occurrence and non-occurrence of one or more uncertain future events not wholly within the controls of the Company. Contingent assets are not recognized till realization of the income is virtually certain and are not recognized in the Standalone Financial Statements. The nature of such assets and an estimate of its financial effects are disclosed in the notes to the Standalone Financial Statements.

**s) Exceptional Items**

Exceptional items are disclosed separately in the Standalone Financial Statements, where it is necessary to do so to provide further understanding of the financial performance of the Company. These are the material items of income or expenses that have shown separately due to their nature and incidence. An ordinary item of income or expense which by its size, nature, occurrence or incidence requires a disclosure in order to improve understanding of the performance of the Company is treated as an exceptional item in the Standalone Statement of Profit and Loss.

**t) Event after Reporting Date**

Adjusting events are those events that provides further evidence of conditions that existed at the end of the reporting period. The Standalone Financial Statements are adjusted for such events before authorization for issue. Non-adjusting events are those events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the end of the reporting period are not accounted, but disclosed if material.

All the events occurring after the balance sheet date up to the date of the approval of the Standalone Financial Statement of the Company by the board of directors on **May 23, 2025**, have been considered, disclosed and adjusted, wherever applicable, as per the requirement of Indian Accounting Standards. Refer *"Note No. 52"* of Standalone Financial Statements for further references.

**u) Cash Flow Statements**

Cash flows statements are reported using the method set out in the Ind AS - 7, *"Cash Flow Statements"* and is prepared by using indirect method adjusting the net profit / (losses) before tax excluding exceptional items for the effect of:

i) Changes during the period in inventories and other operating receivables and payables;

ii) Non-cash items such as depreciation, provisions, unrealized foreign currency gain / (losses); and

iii) all other items for which the cash effects are investing and financing cash flows.

The cash flows from operating, investing and financing activities of the Company are segregated. The cash and cash equivalents (including balances with banks), shown in the Standalone Statement of Cash Flows exclude items, which are not available for general use as at the date of Standalone Balance Sheet.

**v) Cash and Cash Equivalents**

Cash and cash equivalents include cash and cheques-in-hand, balances with banks, and demand deposits with banks where the original maturity is three months or less and other short-term highly liquid investments net of bank of overdrafts, which are repayable on demand as these from an integral part of the Company's cash management.

**w) Commitments**

Commitments are the future liabilities for contractual expenditure, classified and disclosed as follows:

i) estimated amounts of contracts remaining to be executed on capital account and not provided for;

ii) other non-cancellable commitment, if any, to the extent they are considered material and relevant in the opinion of the Company's management.

Other commitments related to sales / procurements made in the normal course of business are not disclosed to avoid the excessive details.

**1.5 RECENT ACCOUNTING PRONOUNCEMENT**

Ministry of Corporate Affairs (the "MCA") notifies new standards or amendments to the existing standards under the Companies (Indian Accounting Standard) Rules as issued from time to time. For the period March 31, 2025, the MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

**1.6 KEY ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of the Company's Standalone Financial Statements is in conformity with the Ind AS, which requires the Company's managements to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amounts of the assets, liabilities, incomes, and expenses (including the contingent liabilities) and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities effected in future periods. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revision to accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected.

The key assumptions concerning the future and other key resources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities within the next financial year, are described as follow:

**a)** **Income Tax**: The Company's tax jurisdiction is in India. Significant judgments are involved in estimating budgeted profits for the purpose of paying advance tax, determining the income tax provisions, including the amount expected to be paid / recovered for uncertain tax provisions (Refer *"Note No. 20"*).

**b)** **Property, Plant and Equipment**: Property, plant and equipment represent a significant proportion of assets base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and expected residual value at the end of its life. The useful lives and residual values of assets are determined by the Company's management at the time the assets are acquired and reviewed periodically, including at each financial year end. The useful lives of each of these assets are based on the life prescribed in Schedule - II to the Companies Act, 2013, or based on the technical estimates, taken into the account the nature of the assets, estimated usage, expected residual values and operating conditions of the assets. The useful lives are based on historical experience with the similar assets as well as anticipation of future events, which may impact

their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the assets.

**c)** **Defined Benefits Obligations**: The costs of providing gratuity and other post-employment benefits are charged to the Standalone Statement of Profit and Loss in accordance with *Ind AS - 19, "Employee Benefits"* over the period during which benefit is derived from the employees' services. It is determined by using the actuarial valuation and assessed on the basis of assumptions selected by the Company's management. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates. The same is disclosed in "*Note No. 44", "Employee Benefits"*. Due to complexities involved in the valuation and its long-term in nature, a defined benefit obligation is highly sensitive to change in these assumptions. All assumptions are reviewed at each balance sheet date by the Company's Management.

**d)** **Fair Value measurements of Financial Instruments**: When the fair values of financial assets and financial liabilities recorded in the Standalone Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cashflow model, which involves various judgments and assumptions. The input to these models is taken from observable markets wherever possible, where this is not feasible, a degree of judgment is required in establishing fair value. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of the financial instruments.

**e)** **Recoverability of Trade Receivables**: Judgment is required in assessing the recoverability of overdue trade receivables and determining whether a provision is against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payments.

**f)** **Provisions and Contingent Liabilities**: The Company's management estimates the provision that have present obligation as a result of past events, and it is probable that outflow of resources will be required to settle the obligation. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates.

The Company uses significant judgements to assess contingent liabilities. Contingent liabilities are disclosed when there is possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the controls of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the Standalone Financial Statements.

**g)** **Impairment of Financial and Non-Financial Assets**: The impairment provision of financial assets is based on the assumptions about the risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's history, existing market conditions as well as forward looking estimates at the end of the reporting period.

In case of non-financial assets, the Company estimates asset's recoverable amount, this is higher of an assets or cash generating units (CGU) fair value less the cost of disposal and the value-in-use. In assessing the value-in-use, the estimated future cash flows are discounted using the pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the assets. In determining the fair value less cost of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is being used.

**h)** **Recognition of Deferred Tax Assets and Liabilities**: Deferred tax assets and liabilities are recognized for deductible temporary differences and unused tax losses or unused tax credit for which there is probability of utilization against the future taxable profits. The Company uses judgments to determine the amount of deferred tax that can be recognized, based upon the likely timing and the level of future taxable profits and business developments.

**i)** **Amortization of Leasehold Land**: The Company's lease assets primarily consist of lease for industrial land. The lease premium is the fair value of land paid by the Company to the respective authorities at the time of acquisition and there is no liability at the end of the lease term. The lease premium paid by the Company has been amortized over the lease period on systematic basis and the same has been classified under Ind AS - 16, *"Property, Plant and Equipment"* and therefore, the requirements of both the Ind AS - 116 and Ind AS - 17, as to the period over which, and the manner in which, the right of use assets (under Ind AS - 116) or the assets arising from the finance lease (under Ind AS - 17) amortized as similar.

## 2) Property, Plants and Equipments

| S. No. | Particulars | Gross Carrying Value | | | | Depreciation | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2024 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2025 | Depreciation Upto 01.04.2024 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2025 | As At 31.03.2025 | As At 31.03.2024 |
| **A** | **Land** | | | | | | | | | | |
| | Freehold Land | 604.45 | 21.79 | - | 626.24 | - | - | - | - | 626.24 | 604.45 |
| | Leasehold Land | 547.36 | - | - | 547.36 | 31.40 | 5.49 | - | 36.90 | 510.47 | 515.96 |
| **B** | **Building** | | | | | | | | | | |
| | Factory Building | 7,166.59 | 967.77 | - | 8,134.36 | 911.38 | 244.42 | - | 1,155.81 | 6,978.55 | 6,255.20 |
| | Non - Factory Building | 443.54 | - | - | 443.54 | 32.62 | 7.50 | - | 40.12 | 403.42 | 410.92 |
| **C** | **Furniture and Fixtures** | | | | | | | | | | |
| | Furniture and Fixtures | 212.08 | 20.93 | - | 233.01 | 66.62 | 21.22 | - | 87.83 | 145.18 | 145.46 |
| **D** | **Plant and Equipments** | | | | | | | | | | |
| | Plant and Machineries | 10,421.47 | 3,379.63 | 23.11 | 13,777.99 | 1,242.34 | 493.39 | 2.33 | 1,733.40 | 12,044.59 | 9,179.13 |
| | Electrical Installations | 1,337.35 | 166.12 | - | 1,503.46 | 448.33 | 144.36 | - | 592.69 | 910.78 | 889.02 |
| | Office Equipments | 210.23 | 164.38 | 0.98 | 373.63 | 68.65 | 25.31 | - | 93.96 | 279.67 | 141.58 |
| **E** | **Motor Vehicles** | | | | | | | | | | |
| | Motor Vehicles | 115.42 | 49.61 | - | 165.03 | 21.12 | 16.37 | - | 37.49 | 127.54 | 94.30 |
| **F** | **Computers and Peripherals** | | | | | | | | | | |
| | Computer and Peripherals | 47.74 | 6.75 | 0.50 | 53.98 | 32.98 | 4.98 | 0.06 | 37.90 | 16.08 | 14.76 |
| | **Total…(₹)** | **21,106.22** | **4,776.98** | **24.59** | **25,858.61** | **2,855.45** | **963.04** | **2.39** | **3,816.09** | **22,042.52** | **18,250.78** |

| S. No. | Particulars | Gross Carrying Value | | | | Depreciation | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2023 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2024 | Depreciation Upto 01.04.2023 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2024 | As At 31.03.2024 | As At 31.03.2023 |
| **A** | **Land** | | | | | | | | | | |
| | Freehold Land | 604.45 | - | - | 604.45 | - | - | - | - | 604.45 | 604.45 |
| | Leasehold Land | 547.36 | - | - | 547.36 | 25.91 | 5.49 | - | 31.40 | 515.96 | 521.46 |
| **B** | **Building** | | | | | | | | | | |
| | Factory Building | 6,745.32 | 421.27 | - | 7,166.59 | 698.38 | 213.00 | - | 911.38 | 6,255.20 | 6,047.94 |
| | Non - Factory Building | 444.91 | - | 1.37 | 443.54 | 25.10 | 7.52 | - | 32.62 | 410.92 | 419.81 |
| **C** | **Furniture and Fixtures** | | | | | | | | | | |
| | Furniture and Fixtures | 194.00 | 18.25 | 0.17 | 212.08 | 46.16 | 20.54 | 0.08 | 66.62 | 145.46 | 147.85 |
| **D** | **Plant and Equipments** | | | | | | | | | | |
| | Plant and Machineries | 7,996.90 | 2,470.76 | 46.19 | 10,421.47 | 908.35 | 364.81 | 30.82 | 1,242.34 | 9,179.13 | 7,088.56 |
| | Electrical Installations | 1,192.13 | 145.21 | - | 1,337.35 | 326.25 | 122.08 | - | 448.33 | 889.02 | 865.89 |
| | Office Equipments | 197.60 | 12.63 | - | 210.23 | 49.77 | 18.88 | - | 68.65 | 141.58 | 147.83 |
| **E** | **Motor Vehicles** | | | | | | | | | | |
| | Motor Vehicles | 100.51 | 20.52 | 5.61 | 115.42 | 13.93 | 12.52 | 5.33 | 21.12 | 94.30 | 86.58 |
| **F** | **Computers and Peripherals** | | | | | | | | | | |
| | Computer and Peripherals | 45.56 | 2.18 | - | 47.74 | 28.66 | 4.32 | - | 32.98 | 14.76 | 15.12 |
| | **Total…(₹)** | **18,068.75** | **3,090.82** | **53.35** | **21,106.22** | **2,122.50** | **769.18** | **36.23** | **2,855.45** | **18,250.78** | **15,945.47** |

1) Gross carrying amount and accumulated depreciation have been regrouped and netted in line with deemed cost exemption opted out by the Company as per Ind AS, with effect from April 01, 2018 i.e. date of transition to Ind AS for the Company.

2) Title deed of all the immovable properties are held in the name of the Company.

3) The amount of Contractual Commitments for the purpose of acquisition or constructions of the Property, Plants and Equipment are disclosed under *"Note No. 48"*, if any.

### 3) Other Intangible Assets

| S. No. | Particulars | Gross Carrying Value | | | | Amortization | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2024 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2025 | Depreciation Upto 01.04.2024 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2025 | As At 31.03.2025 | As At 31.03.2024 |
| **A** | **Software** | | | | | | | | | | |
| | Computer Software | 141.95 | - | - | 141.95 | 127.89 | 6.97 | - | 134.86 | 7.10 | 14.07 |
| | **Total…(₹)** | **141.95** | **-** | **-** | **141.95** | **127.89** | **6.97** | **-** | **134.86** | **7.10** | **14.07** |

| S. No. | Particulars | Gross Carrying Value | | | | Amortization | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2023 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2024 | Depreciation Upto 01.04.2023 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2024 | As At 31.03.2024 | As At 31.03.2023 |
| **A** | **Software** | | | | | | | | | | |
| | Computer Software | 141.95 | - | - | 141.95 | 100.72 | 27.17 | - | 127.89 | 14.07 | 41.24 |
| | **Total…(₹)** | **141.95** | **-** | **-** | **141.95** | **100.72** | **27.17** | **-** | **127.89** | **14.07** | **41.24** |

1) Gross carrying amount and accumulated amortization have been regrouped and netted in line with deemed cost exemption opted out by the Company as per Ind AS, with effect from April 01, 2018 i.e. date of transition to Ind AS for the Company.

2) The amount of Contractual Commitments for the purpose of acquisition or constructions of the Other Intangible Assets are disclosed under "*Note No. 48*", if any.

**4 Capital Work-in-Progress*** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Capital Work-in-Progress** | | |
| For Electrical Installations | 51.72 | 52.08 |
| For Factory Building | 1,175.45 | 709.56 |
| For Plant and Machineries | 1,017.47 | 1,978.50 |
| For Other Property, Plants and Equipment | 13.98 | 8.24 |
| **Total…(₹)** | **2,258.62** | 2,748.38 |

* Refer "*Note No. 39*" for ageing analysis of Capital Work-in-Progress.

**5 Non - Current Investments** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investment in Equity Instruments** | | |
| **Unquoted Equity Shares, Fully Paid Up** | | |
| a) Investments in Wholly Owned Subsidiary (WOS) | | |
| Fully Paid up with Face Value of ₹ 10 each unless otherwise specified | | |
| 10,00,000 (Prev Year NIL) Equity Share of MMP Electricals Private Limited* | 134.00 | - |
| **Unquoted Equity Shares, Fully Paid Up** | | |
| **a) Investments in Associate Companies** | | |
| **{Measured at Costs (Referred at "Note No. 1.4.j")}** | | |
| Fully Paid up with Face Value of ₹ 10 each unless otherwise specified | | |
| 9,98,260 (Prev Year 9,98,260) Equity Share of Star Circlips and Engineering Limited | 97.83 | 97.83 |
| 70,22,600 (Prev Year 70,22,600) Equity Share of Toyal MMP India Private Limited | 702.26 | 702.26 |
| **Total…(₹)** | **934.09** | 800.09 |

* The amount has been adjusted to reflects a Corporate Guarantee given by the Company to its wholly owned subsidiary company, which allows the subsidiary to access the credit from banks and financial institutions. This guarantee essentially acts as a promise by the Company to cover the wholly owned subsidiary's debt, if they default.

**5.1 Classification of Investments** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investments in Equity Instruments** | | |
| **Quoted, Fully Paid Up** | | |
| Aggregate Amount of Quoted Investments - At Cost | - | - |
| Aggregate Amount of Quoted Investments - At Market Value | - | - |
| Aggregate Amount of Unquoted Investments | 934.09 | 800.09 |
| Aggregate Amount of Impairment in Value of Investments | - | - |

**5.2 Category Wise Classification of Investments** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investments in Equity Instruments** | | |
| Financial Assets measured at Amortized Costs | - | - |
| Financial Assets measured at Costs | 934.09 | 800.09 |
| Financial Assets measured at Fair Value through Other Comprehensive Income | - | - |
| Financial Assets measured at Fair Value through Profit and Loss | - | - |

**6 Loans** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Loans to Related Parties | - | - |
| Loans to Employees* | 17.55 | 7.97 |
| Less: Allowances for Unsecured Doubtful Debts & Advances** | - | - |
| **Total…(₹)** | **17.55** | 7.97 |

**6.1 Category Wise Classification of Loans** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Secured, Considered Good | - | - |
| Unsecured, Considered Good | 17.55 | 7.97 |
| Loans which have significant increase in Credit Risk | - | - |
| Loans receivable - Credit impaired | - | - |
| **Total…(₹)** | **17.55** | 7.97 |

* No amounts of loans are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member. ** Refer "Note No. 38B" for the information of credit risk and market risk.

**7 Other Non - Current Financial Assets** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Security Deposits | 23.14 | 74.58 |
| Term Deposits held as Margin Money against Bank Guarantee and Other Commitments* | 106.39 | 13.50 |
| **Total…(₹)(A)** | **129.53** | 88.09 |
| Other Receivables** | 700.86 | 702.97 |
| Less: Allowances for Unsecured Doubtful Debts & Advances*** | 229.93 | 169.52 |
| **Total…(₹)(B)** | **470.92** | 533.44 |
| **Total…(₹)(A + B)** | **600.46** | 621.53 |

* The term deposits held by the Company with Federal Bank comprises of the time deposits and are made of varying period between one years to two years and earn the interest at the respective deposits rate, the same are held as lien or pledged by them against the cash collateral security (for current reporting period) provided by the Company them against the borrowings obtained, amounting to ₹ 2,000.00 Lakhs (Prev Year ₹ NIL). The term deposits held by the Company with Axis Bank Limited comprise of the time deposits and are also made of verying period between one years to two years and earn the interest at the respective deposit rates, the same are held as lien or pledged by them against the corporate credit cards provided to the Company amounting to ₹ NIL (Prev Year ₹ 10.00 Lakhs).

** No amounts of receivables are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

*** Refer "Note No. 38B" for the information of credit risk and market risk.

**8 Other Non - Current Assets** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Capital Advances* | 198.30 | 189.43 |
| Advances other than Capital Advances | - | - |
| Income Tax Refund Receivables | 3.28 | 3.10 |
| **Total…(₹)** | **201.57** | 192.53 |

* No amounts of capital advances are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**9 Current Tax Assets (Net)** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Income Tax (Net)** | | |
| Advance Income Tax | 763.00 | - |
| Tax Deducted at Source Receivables | 48.93 | - |
| Tax Collected at Source Receivables | 4.61 | - |
| Less: Provision for Income Tax | 737.88 | - |
| **Total…(₹)** | **78.66** | - |

The tax rate used for calculation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**10 Inventories*** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Inventories**** | | |
| **(Valued at lower of Cost and Net Realizable Value)** | | |
| Finished Goods | 3,711.73 | 1,943.82 |
| Packing Materials | 183.40 | 151.77 |
| Raw Material | 3,190.68 | 2,982.16 |
| Stores, Spares and Consumables | 456.77 | 394.48 |
| Trading Stocks | 2.40 | 2.30 |
| Work-in-Progress | 5,927.18 | 5,625.43 |
| **Total…(₹)** | **13,472.16** | 11,099.96 |

* Cost of inventories recognized as an expense during the reporting period is disclosed in "*Note No.* 32".

** Cost of inventories recognized as an expense included ₹ NIL (Prev Year ₹ NIL) in respect of written down value of inventories to the net realizable value. There has been no reversal towards such written down value in the current reporting period and previous reporting period.

**11 Trade Receivables*** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Unsecured**** | | |
| Considered Good | 8,969.03 | 5,761.88 |
| Considered Doubtful | 30.24 | 81.23 |
| Receivables - Credit Impaired | - | - |
| Less: Allowances for Unsecured Doubtful Debts & Advances | 47.87 | 136.93 |
| **Total…(₹)** | **8,951.40** | 5,706.17 |

* Refer "Note No. 38B" for the Information of credit risk and market risk for Trade Receivables.

** Refer "Note No. 40" for ageing analysis of Trade Receivables.

No trade receivables are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member except ₹ 43.77 Lakhs (Prev Year ₹ 27.32 Lakhs) due from the associate companies. (Refer "*Note No. 45*" for further reference).

**12 Cash and Cash Equivalents** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **A) Cash and Cash Equivalents*** | | |
| Balances with Banks | | |
| In Current Account | 1,071.20 | 34.24 |
| Cash-in-Hand | 5.22 | 2.98 |
| **Total…(₹)(A)** | **1,076.42** | 37.23 |
| **B) Other Balances with Banks** | | |
| Unpaid Dividend** | 2.88 | 1.93 |
| **Total…(₹)(B)** | **2.88** | 1.93 |
| **Total…(₹)(A + B)** | **1,079.30** | 39.16 |

* There are no restrictions with regards to cash and cash equivalents as at the end of reporting period and previous reporting period.

** The Company can only utilize these balances towards the settlement of *"Unclaimed Dividend / Unpaid Dividend"*.

**13 Loans*** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Loans to Related Parties** | 285.00 | - |
| Loans to Employees | 16.48 | 15.05 |
| Less: Allowances for Unsecured Doubtful Debts & Advances | - | - |
| **Total…(₹)** | **301.48** | 15.05 |

**13.1 Category Wise Classification of Loans** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Secured, Considered Good | - | - |
| Unsecured, Considered Good | 301.48 | 15.05 |
| Loans which have significant increase in Credit Risk | - | - |
| Loans receivable - Credit impaired | - | - |
| **Total…(₹)** | **301.48** | 15.05 |

* No amount of loans and advances are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member except ₹ 285.00 Lakhs (Prev Year ₹ NIL) due from the wholly owned subsidiary company. (Refer "Note No. 45" for further reference).

** Details of loans and advances in the nature of loans granted to the related parties (Wholly Owned Subsidiary Company) (as defined under the Companies Act, 2013) either severally or jointly with any persons that are repayable on demand basis.

| | 31.03.2025 | |
|---|---|---|
| | **Amount of loan and advances in the nature of loan outstanding** | **Percentage to the total loan and advances in the nature of loans** |
| **Loans** | | |
| Loans to Related Parties | 285.00 | 94.53% |

| | 31.03.2024 | |
|---|---|---|
| | **Amount of loan and advances in the nature of loan outstanding** | **Percentage to the total loan and advances in the nature of loans** |
| **Loans** | | |
| Loans to Related Parties | - | 0.00% |

**14 Other Current Financial Assets** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Interest Receivables | 2.48 | 8.88 |
| Receivables from Wholly Owned Subsidiary* | 234.97 | - |
| Rent Receivables | 6.21 | 3.70 |
| Term Deposits held as Margin Money with Banks against Bank Guarantee and Commission** | 93.98 | 54.11 |
| **Total…(₹)** | **337.64** | 66.69 |

* No amount of receivables are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member except ₹ 234.97 Lakhs (Prev Year ₹ NIL) due from the wholly owned subsidiary company. (Refer "Note No. 45" for further reference).

** The term deposits held by the Company with banks or financial institutions comprises of the time deposit and are made of varying period less than one year and earn the interest at the respective deposit rates, the same are held as lien or pledged by them against the bank guarantee provided to the Government authorities and other institutions by the Company, amounting to ₹ 413.13 Lakhs (Prev Year ₹ 373.54 Lakhs).

**15 Other Current Assets*** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Advances to Vendor's | 134.33 | 268.55 |
| Employee Advances | 1.62 | 4.87 |
| Balances with the Revenue Authorities | 80.40 | 194.61 |
| Other Receivables | 55.15 | 33.08 |
| **Total…(₹)** | **271.50** | 501.11 |

* No advances and receivables are due from directors or other officers of the Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**16 Equity Share Capital** (₹ in Lakhs)

| Particulars | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | Nos. | ₹ | Nos. | ₹ |
| **Authorized** | | | | |
| Equity Shares of ₹ 10 Each | 2,60,00,000 | 2,600.00 | 2,60,00,000 | 2,600.00 |
| | **2,60,00,000** | **2,600.00** | **2,60,00,000** | **2,600.00** |
| **Issued, Subscribed and Fully Paid Up** | | | | |
| Equity Shares of ₹ 10 Each | 2,54,02,613 | 2,540.26 | 2,54,02,613 | 2,540.26 |
| **Total…(₹)** | **2,54,02,613** | **2,540.26** | **2,54,02,613** | **2,540.26** |

**a) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period**

| Particulars | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | Nos. | ₹ | Nos. | ₹ |
| **Shares outstanding at the beginning of the reporting period…(₹)** | **2,54,02,613** | **2,540.26** | **2,54,02,613** | **2,540.26** |
| Shares issued during the reporting period | - | - | - | - |
| Shares bought Back during the reporting period | - | - | - | - |
| **Shares outstanding at the end of the reporting period…(₹)** | **2,54,02,613** | **2,540.26** | **2,54,02,613** | **2,540.26** |

**b) Terms / Rights attached to Equity Shares**

i) The Company has only one class of shares - referred to as - equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

ii) As per the Companies Act, 2013, in the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in the proportion to the number of equity shares held by the Shareholders.

iii) The Company declares and pays the dividend in Indian Rupees (₹). The payment of dividend is also made in foreign currency to the shareholders outside India. The final dividend proposed by the Board of Directors is subject to the approval of the shareholders in their ensuing Annual General Meeting (AGM), except in case of interim dividend.

**c) Details of Shareholders holding more than 5% shares in the Company***

| Name of Shareholders | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| **Equity Shares of ₹ 10 Each Fully Paid Up** | | | | |
| Shri Arun Bhandari | 69,59,461 | 27.40% | 69,59,461 | 27.40% |
| Master Vivaan Bhandari (Minor) | 14,59,089 | 5.74% | 14,59,089 | 5.74% |
| Mayank Fastners Private Limited | 47,84,341 | 18.83% | 47,84,341 | 18.83% |
| Smt. Saroj Bhandari | 32,55,507 | 12.82% | 32,55,507 | 12.82% |
| **Total Nos. of Shares Held** | **1,64,58,398** | **64.79%** | **1,64,58,398** | **64.79%** |

* As per the records of the Company, including the register of members. The above details are certified by the Registrar and Share Transfer Agents.

The Board of Directors, at its meeting held on May 23, 2025, have recommended a payment of final dividend of ₹ 02.00 (Two Rupee Only) per equity shares of the face value of ₹ 10 each i.e. 20% of the face value of equity share amounting to ₹ 508.05 Lakhs, subject to the approval of shareholders at their ensuing Annual General Meetings (AGM), hence not recognized as a liability, for the financial period ended at March 31, 2025. The Board of Directors has not declared any interim dividend during the reporting period. (Refer "*Note No.* 50").

The Board of Directors, at its meeting held on May 24, 2024, had proposed a final dividend of ₹ 01.50 (One Rupee Fifty Paisa Only) per equity shares of the face value of ₹ 10 each for the financial period ended March 31, 2024. The proposal was approved by the shareholders at their respective ensuing Annual General Meeting (AGM) hold on August 28, 2024, and the same has resulted a cash outflow of amounting to ₹ 381.04 Lakhs. (Refer "*Note No*. 50").

**d) Shares held by the promotors as defined in the Companies Act, 2013 at the end of period**

| Name of Promotors | 31.03.2025 | | 31.03.2024 | | % of Changes during the period |
|---|---|---|---|---|---|
| | No. of Shares held | Percentage of Holding | No. of Shares held | Percentage of Holding | |
| **Equity Shares of ₹ 10 Each Fully Paid Up** | | | | | |
| Master Vivaan Bhandari (Minor) | 14,59,089 | 5.74% | 14,59,089 | 5.74% | 0.00% |
| Mayank Fastners Private Limited | 47,84,341 | 18.83% | 47,84,341 | 18.83% | 0.00% |
| Ms. Rohini Bhandari | 2,24,325 | 0.88% | 2,24,325 | 0.88% | 0.00% |
| Rohini Farms and Agriculture Private Limited | 1,23,750 | 0.49% | 1,23,750 | 0.49% | 0.00% |
| Shri Arun Bhandari | 69,59,461 | 27.40% | 69,59,461 | 27.40% | 0.00% |
| Shri Mayank Bhandari | 5,65,438 | 2.23% | 5,65,438 | 2.23% | 0.00% |
| Smt. Sakshi Bhandari | 3,90,600 | 1.54% | 3,90,600 | 1.54% | 0.00% |
| Smt. Saroj Bhandari | 32,55,507 | 12.82% | 32,55,507 | 12.82% | 0.00% |
| Star Circlips and Engineerings Limited | 11,58,268 | 4.56% | 11,58,268 | 4.56% | 0.00% |
| **Total Nos. of Shares** | **1,89,20,779** | **74.48%** | **1,89,20,779** | **74.48%** | |

**17 Other Equity**

(₹ in Lakhs)

| | Reserves and Surplus | | | Item of OCI | | Total Other Equity |
|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Instruments through OCI | Remeasurement of Defined Benefits Plan | |
| **Balance as at April 01, 2025 (A)** | **40.32** | **6,789.49** | **13,902.25** | 0.03 | **16.77** | **20,748.85** |
| **Addition made during the reporting period** | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 2,442.32 | - | - | **2,442.32** |
| Adjustment made during the reporting period | - | - | - | - | - | **-** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (14.71) | **(14.71)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | (0.03) | - | **(0.03)** |
| **Total Comprehensive Income for the year 2023 - 2024 (B)** | **-** | **-** | **2,442.32** | **(0.03)** | **(14.71)** | **2,427.58** |
| **Reduction made during the reporting period** | | | | | | |
| *Final Dividend (Refer "Note No. 50")* | - | - | 254.03 | - | - | **254.03** |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **254.03** | **-** | **-** | **254.03** |
| **Balance as at March 31, 2024 (D) = (A + B - C)** | **40.32** | **6,789.49** | **16,090.54** | **-** | **2.06** | **22,922.40** |

(₹ in Lakhs)

| | Reserves and Surplus | | | Item of OCI | | Total Other Equity |
|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Insutruments through OCI | Remeasurement of Defined Benefits Plan | |
| **Balance as at April 01, 2024 (A)** | **40.32** | **6,789.49** | **16,090.54** | **-** | **2.06** | **22,922.40** |
| **Addition made during the reporting period** | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,334.13 | - | - | **3,334.13** |
| Adjustment made during the reporting period | - | - | (15.90) | - | 10.81 | **(5.10)** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (23.84) | **(23.84)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | - | - | **-** |
| **Total Comprehensive Income for the year 2024 - 2025 (B)** | **-** | **-** | **3,318.23** | **-** | **(13.03)** | **3,305.19** |
| **Reduction made during the reporting period** | | | | | | |
| Final Dividend (Refer "*Note No.* 50") | - | - | 381.04 | - | - | **381.04** |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **381.04** | **-** | **-** | **381.04** |
| **Balance as at March 31, 2025 (D) = (A + B - C)** | **40.32** | **6,789.49** | **19,027.72** | **-** | **(10.98)** | **25,846.55** |

**Description of Nature and Purpose of the Reserves**

**a)** **Capital Reserve:** Capital reserve was created on the capital incentive received from sales tax department for the purpose of setting up the manufacturing plants in the State of Maharashtra. The incentive has attached certain terms and conditions, non-compliance of those terms and conditions would render the forfeiture of the incentive.

**b)** **Securities Premium:** Securities premium account is used to record the premium on issue of equity share. These reserve is mainly utilized in accordance with the provisions of the Companies Act, 2013.

**c)** **Remeasurement of Defined Benefits Plan:** This represents the cumulative gains and losses arising on the remeasurements of the defined benefits plan in accordance with the Ind AS - 19 that have been recognised in Other Comprehensive Income.

**d)** **Equity Instruments through Other Comprehensive Income:** This represents the cumulative gains and losses arising on the revaluation of equity instruments measured at fair value through other comprehensive income, under an irrevocable option, net of amounts reclassified to retained earnings when such assets are disposed off.

**e)** **Retained Earnings:** Retained earning reserves represents the undistributed accumulated earnings of the Company as at the date of Standalone Financial Statements.

**18 Borrowings** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Non - Current** | | |
| **Secured** | | |
| From Banks and Financial Institutions | | |
| Indian Rupee Loans | 2,782.62 | 1,307.29 |
| **Total…(₹)(A)** | **2,782.62** | 1,307.29 |
| **Unsecured** | | |
| From Related Parties | 30.00 | 30.00 |
| **Total…(₹)(B)** | 30.00 | 30.00 |
| **Total…(₹)(A + B)** | **2,812.62** | 1,337.29 |

**Nature of Securities and Terms of Repayments**

a) Term loan from Axis Bank Limited are secured by first pari-passu charge on both present and future property, plants and equipment held by the Company and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Company and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Company and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Company. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

b) Term loan (Covid) from Axis Bank Limited are obtained to meet the liquidity mismatch arising out of the COVID - 19 and the same has to be repaid on monthly installments commenced from March 2024, and has to be repaid full on or before March 2027, with a equated monthly installment of ₹ 18.17 Lakhs.

c) Term loan from Axis Bank Limited has been obtained for setting up the factory building and procurement of plants and equipment including solar power equipment at the Company's existing plant location situated in Umred, Nagpur and the same has been repaid on monthly installments commencing from February 2026, and has to be repaid full on or before January 2031, with a equated quarterly installment of ₹ 33.33 Lakhs. These term loans are secured by way of equitable mortgage on factory land and building situated at Plot No. D15/2 and D16, Umred, Nagpur held in the name of the Company.

d) Term loan from Citi Bank are secured by first pari-passu charge on both present and future property, plants and equipment held by the Company and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of the equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Company and these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Company and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra & Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Company. These credit facilities are further secured by way of demand promissory note of ₹ 2,500 Lakhs and are further secured by irrevocable personal guarantees of two of the Directors, Arun Bhandari and Lalit Bhandari.

e) Term loan from Citi Bank has been obtained for setting up the solar power plant at the Company's existing plant location situated in Shahpur, Bhandara and the same has been repaid on quarterly installments commencing from March 2025, and has to be repaid full on or before March 2028, with a equated quarterly installment of ₹ 60.00 Lakhs.

f) Term loan from related parties are unsecured and are repayable on demand basis.

**19 Long - Term Financial Liabilities** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Corporate Guarantee Liabilities | 34.00 | - |
| Retention Money relating to Capital Expenditures | 56.50 | 34.01 |
| Retention Money relating to Employees | 2.23 | - |
| **Total…(₹)** | **92.73** | 34.01 |

**20 Income Taxes**

**A The major components of income tax expenses during the year are as under:** **(₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| i) | **Income tax recognized in the Statement of Profit and Loss** | | |
| | **Current tax** | | |
| | In respect of current year | 737.88 | 612.96 |
| | Adjustment in respect of previous year | 1.54 | (0.29) |
| | **Deferred Tax** | | |
| | In respect of current year | 487.68 | 220.46 |
| | **Income tax expenses recognized in the Statement of Profit and Loss** | **1,227** | 833 |
| ii) | **Income tax recognized in the Other Comprehensive Income** | | |
| | **Deferred tax** | | |
| | On account of remeasurement of defined benefit plans | (8.02) | (4.95) |
| | On account of net fair value gain on investments in equity instruments | - | (0.01) |
| | **Income tax expenses recognized in the Other Comprehensive Income** | **(8.02)** | (4.96) |

**B Reconciliation of Tax Expenses and the Accounting Profit for the year is as under:** **(₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **1** | **Net Profit / (Loss) Before Tax** | 4,561.23 | 3,275.45 |
| 2 | Income tax rate | 25.168% | 25.168% |
| **3** | **Income tax expenses calculated on above** | **1,147.97** | **824.36** |
| 4 | Tax effect on non-deductible expenses | 19.44 | 15.60 |
| 5 | Tax effect on difference in carrying value and tax base of land | 85.36 | (17.95) |
| 6 | Others | (27.20) | 11.40 |
| **7** | **Total** | **1,225.56** | **833.42** |
| 8 | Adjustment in respect of current income tax of previous year | 1.54 | (0.29) |
| **9** | **Tax expenses as per Statement of Profit and Loss** | **1,227.10** | **833.13** |

The tax rate used for reconciliation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**C The major components of Deferred Tax Liabilities / (Assets) arising on account of timing differences as follows:**

**As At March 31, 2025** (₹ in Lakhs)

| S. No. | Particulars | Balance Sheet | Profit and Loss | OCI | Balance Sheet |
|---|---|---|---|---|---|
| | | 01.04.2024 | 2024 - 2025 | 2024 - 2025 | 31.03.2025 |
| 1 | Difference between written down value on Property, Plants and Equipments as per books of accounts and Income Tax Act, 1961 | 1,325.49 | 403.67 | - | 1,729.16 |
| 2 | Allowance for unsecured doubtful debts and advances | (77.13) | 7.21 | - | (69.92) |
| 3 | Provision for expenses allowed for tax purpose on payment basis | (91.55) | (8.57) | - | (100.12) |
| 4 | Difference in carrying value and tax base of land | (85.36) | 85.36 | - | 0.00 |
| 5 | Remeasurements of defined benefit plans through Other Comprehensive Income | (0.72) | - | (2.92) | (3.64) |
| **6** | **Deferred Tax Expenses / (Benefits)** | | **487.68** | **(2.92)** | |
| **7** | **Net Deferred Tax Liabilities / (Assets)** | **1,070.73** | | | **1,555.48** |

**As At March 31, 2024** (₹ in Lakhs)

| S. No. | Particulars | Balance Sheet 01.04.2023 | Profit and Loss 2023 - 2024 | OCI 2023 - 2024 | Balance Sheet 31.03.2024 |
|---|---|---|---|---|---|
| 1 | Difference between written down value on Property, Plants and Equipments as per books of accounts and Income Tax Act, 1961 | 1,049.09 | 276.39 | - | 1,325.49 |
| 2 | Allowance for unsecured doubtful debts and advances | (36.62) | (40.51) | - | (77.13) |
| 3 | Provision for expenses allowed for tax purpose on payment basis | (94.07) | 2.52 | - | (91.55) |
| 4 | Difference in carrying value and tax base of land | (67.41) | (17.95) | - | (85.36) |
| 5 | Remeasurements of defined benefits plan through Other Comprehensive Income | 4.23 | - | (4.95) | (0.72) |
| 6 | Fair valuation of equity instruments through Other Comprehensive Income | 0.01 | - | (0.01) | - |
| **7** | **Deferred Tax Expenses / (Benefits)** | | **220.46** | **(4.96)** | |
| **8** | **Net Deferred Tax Liabilities / (Assets)** | **855.23** | | | **1,070.73** |

**21 Long - Term Provisions** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Employee Benefits*** | | |
| Gratuity (Unfunded) | 233.06 | 226.96 |
| Leave Encashment (Unfunded) | 58.16 | 52.36 |
| **Total…(₹)** | **291.23** | 279.31 |

** Refer "*Note No*. 44" for further reference.

**22 Other Non - Current Liabilities** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Deferred revenue income arising from grants and subsidies | 131.03 | 140.82 |
| **Total…(₹)** | **131.03** | 140.82 |

**23 Short - Term Borrowings** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Current** | | |
| **Secured** | | |
| *Loans Repayable on Demand* | | |
| *From Banks and Financial Institutions* | | |
| Foreign Currency Loan | - | - |
| Indian Currency Loan | 8,957.69 | 6,490.21 |
| Export Packing Credit | 403.20 | - |
| **Total…(₹)(A)** | **9,360.88** | 6,490.21 |
| **Unsecured** | | |
| *Loans Repayable on Demand* | | |
| *From Banks and Financial Institutions* | | |
| Foreign Currency Loan | - | - |
| Indian Currency Loan | 2,509.23 | 1,000.00 |
| Letter of Credit (Trade Receivables) | - | 216.87 |
| **Total…(₹)(B)** | **2,509.23** | **1,216.87** |
| **Current Maturities** | | |
| *Secured (Term Loans)* | | |
| Indian Currency Loan | 524.67 | 278.00 |
| Hire Purchase Loans | - | - |
| **Total…(₹) (C)** | **524.67** | **278.00** |
| **Total…(₹)(A + B + C)** | **12,394.78** | **7,985.08** |

**Nature of Securities and Terms of Repayments**

a) Working capital loan and export packing credit from Axis Bank Limited are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Company presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Company and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Company and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Company. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

b) Working capital loan from Kotak Mahindra Bank Limited are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Company presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Company and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Company and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Company. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

c) Working capital loan from Citi Bank are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Company presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Company and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Company and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Company. These credit facilities are further secured by way of demand promissory note of ₹ 2,500 Lakhs and are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

d) Working capital loan from Federal Bank Limited are secured by lien or pledged on term deposit of ₹ 100.00 Lakhs (Pre Year ₹ NIL). The term deposits acts as a cash collateral security against the loans granted by the banks and finacial institutions. The remaining portion of the loans are considered as unsecured.

e) Working capital loan from ICICI Bank Limited has been repaid during the reporting period by the Company.

f) Purchase bill financing (PBF) from banks and financial institutions are unsecured in nature, and the same has been obtained to finance the working capital requirement of the Company, which carries the interest at the rate of 9.05% p.a.

**24 Trade Payables*** (₹ in Lakhs)

| **Particulars** | **31.03.2025** | **31.03.2024** |
|---|---|---|
| **Trade Payables (Including Acceptance)**** | | |
| Due to Micro and Small Enterprises*** | 832.28 | 700.31 |
| Due to Others# | 1,880.42 | 1,624.13 |
| **Total…(₹)** | **2,712.70** | 2,324.44 |

* Refer "*Note No*. 41" for ageing analysis of Trade Payables.

** Acceptance include the arrangments where operational suppliers of goods and services are initially paid by the banks and financial institutions, while the Company continues to recognize the liabilities till the settlement with the banks and financial institutions, which are normally effected within a period of 90 days amounting to ₹ NIL (Prev Year ₹ NIL).

*** The Company has certain dues to the suppliers of Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). The disclosure pursuant to the said MSMED Act, 2006 are as follows:

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Principal amount due to the suppliers registered under the MSMED Act, 2006 and remaining amount unpaid at the end of the reporting period** | **832.28** | **700.31** |
| Interest due to the suppliers registered under the MSMED Act, 2006 and remaining unpaid at the end of the period | - | - |
| Principal amount paid to the suppliers registered under the MSMED Act, 2006 beyond the stipulated day during the period | - | - |
| Interest paid, under Section 16 of MSMED Act, 2006 to the suppliers registered under the Act, beyond the "Appointed Day" during the period | - | - |
| Interest due or payable towards the suppliers registered under the MSMED Act, 2006 for the payments already made | - | - |
| Further interest remaining due and payable for the earlier period | - | - |

Dues to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the Auditors.

# Refer "*Note No. 38B*" for the information of credit risk and market risk for Trade Payables.

**25 Other Financial Liabilities** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investor Education and Protection Fund*** | | |
| Unclaimed / Unpaid Dividend | 2.88 | 1.93 |
| **Total…(₹)(A)** | **2.88** | 1.93 |
| **Others** | | |
| Audit Fees Payable | 2.07 | 2.07 |
| Capital Creditors** | 454.91 | 304.58 |
| Interest Accrued but not yet due | 72.53 | 17.18 |
| Liabilities for Expenses | 411.93 | 177.98 |
| Liabilities towards Services*** | 327.25 | 345.74 |
| Payable towards Employees | 160.06 | 135.23 |
| Payable towards Direct Tax | 32.07 | 26.21 |
| Payable towards Indirect Tax | 306.85 | 30.02 |
| **Total…(₹)(B)** | **1,767.67** | 1,039.02 |
| **Total…(₹)(A + B)** | **1,770.55** | 1,040.95 |

* As at March 31, 2025, and March 31, 2024, there were no amount due and outstanding to be transferred to "*Investor Education and Protection Fund*" by the Company under section 125 of the Companies Act, 2013. Unclaimed Dividend, if any, shall be transferred to Investor Education and Protection Fund as and when they become due.

** Out of the above Capital Creditors, ₹ 177.75 Lakhs (Prev Year ₹ 147.97 Lakhs) are dues to the suppliers of Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). Refer "Note No. 41.1" for aging analysis of Capital Creditors.

*** Out of the above Liabilities towards Services, ₹ 94.22 Lakhs (Prev Year ₹ 108.48 Lakhs) are dues to the suppliers of Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). Refer "Note No. 41.2" for aging analysis of Liabilities towards Services.

**26 Other Current Liabilities** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Advance received from Customer's | 269.40 | 269.96 |
| **Total…(₹)** | **269.40** | 269.96 |

**27 Short - Term Provisions** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Employee Benefits*** | | |
| Gratuity (Unfunded) | 116.33 | 74.48 |
| Leave Encashment (Unfunded) | 20.39 | 12.83 |
| **Total…(₹)** | **136.73** | 87.31 |

* Refer "*Note No. 44*" for further reference.

**28 Current Tax Liabilities (Net)** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Income Tax (Net)** | | |
| Provision for Income Tax | - | 612.96 |
| Less: Advance Income Tax | - | (525.00) |
| Less: Tax Dedcuted at Source Receivables | - | (50.59) |
| Less: Tax Collected at Source Receivables | - | (6.44) |
| **Total…(₹)** | **-** | 30.93 |

The tax rate used for calculation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**29 Revenue from Operations** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Revenue from Operations** | | |
| **Sale of Products*** | | |
| Domestic Market | 66,546.32 | 56,957.34 |
| Export Market | 2,300.88 | 601.24 |
| Trading Sales | 9.93 | 23.07 |
| **Total Sale of Products…(₹)(A)** | **68,857.13** | **57,581.65** |
| **Sale of Services*** | | |
| Job Work Receipts | 277.50 | 260.24 |
| **Total Sale of Services…(₹)(B)** | **277.50** | **260.24** |
| **Other Operating Revenue** | | |
| Duty Draw Back Entitlements | 26.69 | 6.69 |
| RoDTEP | 24.68 | 5.77 |
| **Total Other Operating Revenue…(₹)(C)** | **51.37** | **12.46** |
| **Total…(₹)(A + B + C)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Timing of Revenue Recognition** | | |
| Goods transferred at a point in time | 68,857.13 | 57,581.65 |
| Services transferred over the time | 277.50 | 260.24 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Disaggregation of revenue based on products and services** | | |
| Aluminium Powder and Paste | 43,835.43 | 39,039.81 |
| Aluminium Foils | 15,441.20 | 10,703.89 |
| Aluminium Conductors | 9,666.99 | 7,865.91 |
| Others | 242.38 | 244.73 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Disaggregation by locations of customers** | | |
| In India | 66,833.74 | 57,240.65 |
| Outside India | 2,300.88 | 601.24 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Reconciliation of Revenue recongnized in the Statement of Profit and Loss with Contracted Price** | | |
| Revenue as per Contracted Price | 69,516.04 | 58,469.28 |
| Less: Rebates, discounts and other deductions | 381.41 | 627.38 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

**Peformance Obligations**

**Sales of Product:** Performance obligation in respect of sales of goods is satisfied, when the controls of the goods is transferred to the customer, generally on delivery of the goods and payment is generally due as per the terms of contract with the customers.

**Sales of Services:** Performance obligation in respect of sales of service is satisfied over a period of time and the acceptance of the customers. In respect of these services, payment is generally due upon the completion of services and acceptance from the customers.

During the reporting period and previous reporting period, the Company does not have any remaining performance obligation as contracts entered for sales of goods and sales of service are for a shorter duration.

* The Company collects the Goods and Service Tax (GST) on behalf of the Government, hence the GST is not included in Revenue from Operations.

**30 Other Income** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Interest Income** | | |
| On Other Financial Assets carried at Amortized Costs | 13.06 | 6.44 |
| On Other Assets | 2.97 | 22.92 |
| **Total Interest Income…(₹)(A)** | **16.04** | 29.36 |
| **Other Non - Opearting Revenues** | | |
| Dividend Income | 49.91 | 0.01 |
| Foreign Exchange Gain or Loss (Net) | 63.09 | 3.14 |
| Insurance Claim | - | 59.54 |
| Misc. Income | 0.72 | 2.73 |
| Rental Income | 15.00 | 15.00 |
| Scrap Sales | - | 6.40 |
| Subsidy or Grant (Deferred) | 9.79 | 9.60 |
| Surplus on Disposal of Non - Current Investments | - | 0.10 |
| Sundry Balances Written Off (Net) | - | 8.27 |
| **Total Non - Operating Income…(₹)(B)** | **138.51** | 104.78 |
| **Total…(₹)(A + B)** | **154.55** | 134.14 |

**31 Cost of Materials Consumed** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Consumption of Raw Materials** | | |
| Stock at the beginning of the reporting period | 2,982.16 | 1,861.67 |
| Add: Purchases made during the reporting period | 54,321.18 | 46,261.02 |
| Add: Direct expenses incurred during the reporting period | 193.87 | 176.34 |
| Less: Stock at the end of the reporting period | 3,190.68 | 2,982.16 |
| **Consumption of Raw Materials…(₹)(A)** | **54,306.52** | 45,316.86 |
| **Consumption of Packing Materials** | | |
| Stock at the beginning of the reporting period | 151.77 | 170.03 |
| Add: Purchases made during the reporting period | 1,264.10 | 1,041.10 |
| Add: Direct expenses incurred during the reporting period | 4.78 | 4.35 |
| Less: Stock at the end of the reporting period | 183.40 | 151.77 |
| **Consumption of Packing Materials…(₹)(B)** | **1,237.25** | 1,063.71 |
| **Total Consumption of Materials…(₹)(A + B)** | **55,543.77** | 46,380.57 |

**32 Changes in Inventories of Finished Goods, Work-in-Progress and Trading Stock** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Stock at the beginning of the Reporting Period** | | |
| Finished Goods | 1,943.82 | 2,512.49 |
| Work-in-Progress | 5,625.43 | 3,713.33 |
| Trading Stock | 2.30 | 3.64 |
| | **7,571.55** | 6,229.45 |
| **Stock at the end of the Reporting Period** | | |
| Finished Goods | 3,711.73 | 1,943.82 |
| Work-in-Progress | 5,927.18 | 5,625.43 |
| Trading Stock | 2.40 | 2.30 |
| | **9,641.31** | 7,571.55 |
| **(Increase) / Decrease in Inventories…(₹)** | **(2,069.76)** | (1,342.11) |

**33 Employee Benefits Expense*** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Employee Benefits Expense** | | |
| Salary, Wages, Incentives and Managerial Remuneration | 4,044.49 | 3,573.07 |
| Contributions to: | | |
| Provident Fund | 133.96 | 129.36 |
| Other Funds | 11.30 | 8.82 |
| Bonus | 73.94 | 69.51 |
| Staff Welfare Expenses | 131.63 | 82.29 |
| **Total…(₹)** | **4,395.32** | 3,863.04 |

* Refer "Note No. 44" for further reference.

**34 Finance Costs** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Interest on Financial Liabilities carried at Amortized Cost** | | |
| On Bank Borrowings | 936.34 | 630.51 |
| Interest to Others | 6.84 | 4.53 |
| Other Interest Expenses | 76.08 | 49.26 |
| **Total…(₹)** | **1,019.26** | 684.30 |

**35 Depreciation and Amortization Expenses** (₹ in Lakhs)

| Particulars | 2024-25 | 2023-2024 |
|---|---|---|
| **Depreciation and Amortization Expenses** | | |
| Depreciation Expenses | 963.04 | 769.18 |
| Amortization Expenses | 6.97 | 27.17 |
| **Total…(₹)** | **970.01** | 796.35 |

**36 Other Expenses** (₹ in Lakhs)

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Others** | | |
| Consumption of Stores, Spares and Consumables | **742.53** | 618.25 |
| Consumption of Power and Fuel | **2,810.35** | 2,401.55 |
| Administrative and Other Expenses | **91.07** | 80.73 |
| Conveyance and Travelling Expenses | **133.08** | 136.33 |
| Corporate Social Responsibilities Expenses | **59.82** | 51.88 |
| Director Sitting Fees | **7.75** | 4.05 |
| Insurance Charges | **55.75** | 59.23 |
| Legal and Professional Fees | **186.66** | 214.39 |
| Licence Fees | **4.77** | 3.62 |
| Loss on Future and Option Contracts | **31.51** | - |
| Loss on Disposal of Property, Plants and Equipement | **11.37** | 4.40 |
| Loss on Disposal of RoDTEP Licences | **-** | 0.08 |
| Payments to the Auditor (Refer "Note No. 36.1") | **2.72** | 2.78 |
| Provision for Unsecured Doubtful Debts and Advance | **54.15** | 160.95 |
| Rent, Rates and Taxes | **57.60** | 62.07 |
| Repair and Maintenance Expenses | | |
| For Plant and Machineries | **57.97** | 48.03 |
| For Buildings | **47.94** | 26.73 |
| For Other Assets | **37.49** | 23.80 |
| Security Charges | **100.59** | 89.09 |
| Selling and Distribution Expenses | **419.19** | 324.22 |
| **Total…(₹)** | **4,912.31** | 4,312.17 |

**36.1 Payments to the Auditor** (₹ in Lakhs)

| Particulars | 2024-2025 | 2023-2024 |
|---|---|---|
| **As Auditor's:** | | |
| Audit Fees | 2.00 | 2.00 |
| Tax Audit Fees | 0.30 | 0.30 |
| Certification Fees | 0.42 | 0.48 |
| **Total…(₹)** | **2.72** | 2.78 |

**37 Category Wise Classification of Financial Instruments** (₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Assets** | | | |
| **Non-Current** | | | |
| **Financial assets measured at fair value through profit and loss (FVTPL)** | | | |
| Investment in Quoted / Unquoted Mutual Funds | | - | - |
| **Total…(₹)(A)** | | **-** | - |
| **Financial assets measured at fair value through other comprehensive income (FVTOCI)** | | | |
| Investment in Quoted Equity Shares / Debentures | | - | - |
| **Total…(₹)(B)** | | **-** | - |
| **Financial assets measured at amortized costs** | | | |
| Investment in Unqouted Equity Instruments | 5 | 934.09 | 800.09 |
| Loans to Employees | 6 | 17.55 | 7.97 |
| Security Deposits | 7 | 23.14 | 74.58 |
| Term Deposits with maturity of more than 12 months | 7 | 106.39 | 13.50 |
| Other Receivables (Net of Provisions) | 7 | 470.92 | 533.44 |
| **Total…(₹)(C)** | | **1,552.10** | 1,429.59 |
| **Total…(₹)(A + B + C)** | | **1,552.10** | 1,429.59 |

(₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Assets** | | | |
| **Current** | | | |
| **Financial assets measured at fair value through profit and loss (FVTPL)** | | | |
| Investment in Quoted / Unquoted Mutual Funds | | - | - |
| **Total…(₹)(A)** | | - | - |
| **Financial assets measured at fair value through other comprehensive income (FVTOCI)** | | | |
| Investment in Quoted Equity Shares / Debentures | | - | - |
| **Total…(₹)(B)** | | - | - |
| **Financial assets measured at amortized costs** | | | |
| Trade Receivables | 11 | 8,951.40 | 5,706.17 |
| Cash and Cash Equivalents | 12A | 1,076.42 | 37.23 |
| Other Balances with Banks | 12B | 2.88 | 1.93 |
| Loans to Related Parties | 13 | 285.00 | - |
| Loans to Employees | 13 | 16.48 | 15.05 |
| Interest Receivables | 14 | 2.48 | 8.88 |
| Receivables from Wholly Owned Subsidiaries | 14 | 234.97 | - |
| Rent Receivables | 14 | 6.21 | 3.70 |
| Term Deposits with Banks and Financial Institutions | 14 | 93.98 | 54.11 |
| **Total…(₹)(C)** | | **10,669.82** | 5,827.08 |
| **Total…(₹)(A + B + C)** | | **10,669.82** | 5,827.08 |

(₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Liabilities** | | | |
| **Non-Current** | | | |
| **Financial liabilities measured at amortized costs** | | | |
| Borrowings from Banks and Financial Institutions | 18 | 2,782.62 | 1,307.29 |
| Inter - Corporate and Related Parties Loans | 18 | 30.00 | 30.00 |
| Financial Guarantee Liabilities | 19 | 34.00 | - |
| Retention Money related to Capital Expenditure | 19 | 56.50 | 34.01 |
| Retention Money related to Employees | 19 | 2.23 | - |
| **Total…(₹)** | | **2,905.35** | 1,371.29 |

(₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Liabilities** | | | |
| **Current** | | | |
| **Financial liabilities measured at amortized costs** | | | |
| Short - Term Borrowings (Secured) | 23 | 8,957.69 | 6,490.21 |
| Export Packing Credit (Secured) | 23 | 403.20 | - |
| Working Capital Loans from Bank (Unsecured) | 23 | 2,509.23 | 1,000.00 |
| Letter of Credit (Trade Receivable) | 23 | - | 216.87 |
| Current Maturities of Term Loans | 23 | 524.67 | 278.00 |
| Trade Payables - MSME | 24 | 832.28 | 700.31 |
| Trade Payables - Dues to MSME | 24 | 1,880.42 | 1,624.13 |
| Unpaid Dividend | 25 | 2.88 | 1.93 |
| Audit Fees Payable | 25 | 2.07 | 2.07 |
| Capital Creditors | 25 | 454.91 | 304.58 |
| Interest Accrued but not yet due | 25 | 72.53 | 17.18 |
| Liabilities for Expenses | 25 | 411.93 | 177.98 |
| Liabilities towards Services | 25 | 327.25 | 345.74 |
| Payable towards Employees | 25 | 160.06 | 135.23 |
| Payable towards Direct Tax | 25 | 32.07 | 26.21 |
| Payable towards Indirect Tax | 25 | 306.85 | 30.02 |
| **Total…(₹)** | | **16,878.02** | 11,350.48 |

**38A - Fair Value Measurements**

i) **Financial Instruments measured at Fair Value through Other Comprehensive Income**

The Company neither hold quoted or unquoted debentures or bonds nor holds quoted equity instruments, which are being measured at Fair Value through Other Comprehensive Income (FVTOCI), so the requirement to report under the "*Ind AS - 109, Fair Value"* is not applicable to the Company for all the reporting periods presented in the standalone financial statements.

ii) **Financial Instruments measured at Fair Value through Profit or Loss**

(₹ in Lakhs)

| Financial Assets / Financial Liabilities | Fair Value As At 31.03.2025 | Fair Value Hierarchy | | |
|---|---|---|---|---|
| | | Quoted Price in Active Market (Level 1) | Significant Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Foreign Currency Forward Exchange Contract Payable | -- | -- | -- | -- |

(₹ in Lakhs)

| Financial Assets / Financial Liabilities | Fair Value As At 31.03.2024 | Fair Value Hierarchy | | |
|---|---|---|---|---|
| | | Quoted Price in Active Market (Level 1) | Significant Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Foreign Currency Forward Exchange Contract Payable | ₹ 00.13 | ₹ 00.13 | -- | -- |

The Company neither hold any unquoted equity shares (other than investments in associates and subsidiaries, which are being measured at amortized costs) nor holds quoted mutual funds, which are being measured at Fair Value through Profit and Loss (FVTPL), so the requirement to report under the "*Ind AS - 109, Fair Value"* is not applicable to the Company for all the reporting periods presented in the standalone financial statements.

The Company has not any financial liabilities which are being measured at Fair Value through Profit or Loss (FVTPL) except mentioned above, so the reporting under the "*Ind AS - 109, Fair Value"* is not applicable to the Company in respect of all the reporting periods presented in standalone financial statements.

iii) **Financial Instruments measured at Amortized Costs**

The carrying amount of financial assets and financial liabilities measured at amortized costs in the standalone financial statements are a reasonable approximation of the fair value since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

**38B - Financial Risk Management - Objectives and Policies**

The Company's principal financial assets mainly comprise of investments, security deposits, cash and cash equivalents, other balances with banks, trade and other receivables that derive directly from its business operations. The Company's financial liabilities mainly comprise the borrowings in foreign as well as Indian currency, retention money, trade payable and other payables. The main purpose of these financial liabilities is to finance the Company's business operations and to provide guarantees to support its operations.

The Company is exposed to Market Risk, Credit Risk and Liquidity Risk from its financial instruments. The Board of Directors ("the Board") oversees the management of these financial risks. The risk management policy of the Company formulated by the Company's management and approved by the Board of Director's, which states the Company's approached to address uncertainties in its endeavor to achieve its stated and implicit objectives. It prescribes the roles and responsibilities of the Company's managements, the structure for managing the risk and the framework for risk management. The framework seeks to identify, assess and mitigate the financial risks in order to minimize potential adverse effects on the Company's financial performance. The Board has taken necessary actions to mitigate the risks identified on the basis of information and situations present.

The following disclosures summarize the Company's exposure to financial risks and the information regarding the use of derivatives employed to manage the exposure to such risks. Quantitative sensitivity analysis has been provided to reflect the impact of reasonably possible changes in market rate on financial results, cash flows and financial positions of the Company.

**1) Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market prices. Market risk comprises three types of Risk: *"Interest rate risk, Currency risk and Other price risk"*. Financial instruments affected by the market risk include loans and borrowings in foreign as well as domestic currency, deposits, retention money, trade and other payables and trade receivables and derivatives financial instruments.

a) **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash outflows of a financial instrument will fluctuate because of changes in the market interest rates. An upward movement in the interest rate would adversely affect the borrowing costs of the Company. The Company is exposed to long-term and short-term borrowings. The Company manages interest rate risk by monitoring its mix of fixed and floating rate instruments and taking actions as necessary to maintain an appropriate balance. The Company has not used any interest rate derivatives.

**i) Interest Rate Risk Exposure**

(₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Variable Rate Borrowing | 11,870.11 | 7,707.08 |
| Fixed Rate Borrowing | 3,337.29 | 1,615.29 |

**ii) Sensitivity Analysis**

Profit and Loss estimates to higher / lower interest rate expense from borrowings as a result of changes in interest rate.

(₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Interest Rate - Increase by 70 Basis Points | (106.45) | (65.26) |
| Interest Rate - Decrease by 70 Basis Points | 106.45 | 65.26 |

b) **Foreign Currency Risk**

Foreign currency risk is the risk that the fair value or future cash outflows of an exposure will fluctuate due to changes in foreign exchange rates. The Company operates globally, and a portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales in overseas and purchases from overseas suppliers in foreign currency. The foreign currency exchange rate exposure is partly balanced by purchasing of the goods in the respective currencies. The Company enters into forward exchange contracts with an average maturity of less than three months to hedge against its foreign currency exposures relating to the recognized underlying liabilities and firm commitments.

The carrying amount of the Company's foreign currency denominated monetary items are as follows:

(₹ in Lakhs)

| Currency | Liabilities | | Assets | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| **USD ($)** | 00.10 | -- | -- | -- |
| **EURO (€)** | 04.43 | -- | 07.29 | -- |

The above table represents the total exposure of the Company to its foreign exchange denominated monetary items. Out of the above mentioned, the details of exposures hedged using forward exchange contracts are given in *"Note No. 51A"*. The Company has not hedged its foreign currency exposure during the previous reporting period. The details of unhedged exposures are given as part of *"Note No. 51B"*.

The Company is mainly exposed to changes in USD ($) and EURO (€). The below table demonstrated the sensitivity to a 5% increase or decrease in USD ($) against INR and EURO (€) against INR, considering with all other variable remains constant. The sensitivity analysis is prepared on the net unhedged exposure of the Company as at the reporting period and previous reporting period. 5% represents the management's assessment of reasonably change in foreign exchange rate.

(₹ in Lakhs)

| Change in USD ($) Rate | Effect on Profit after Tax (PAT) | | Effect on Total Equity | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| -5% | 00.32 | -- | 00.32 | -- |
| +5% | (00.32) | -- | (00.32) | -- |

(₹ in Lakhs)

| Change in EURO (€) Rate | Effect on Profit after Tax (PAT) | | Effect on Total Equity | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| -5% | (09.87) | -- | (09.87) | -- |
| +5% | 09.87 | -- | 09.87 | -- |

c) **Other Price Risk**

Other price risk is the risk that the fair value of a financial instruments will fluctuate due to changes in market traded price. Other price risk arises from financial assets such as investments in quoted equity instruments. The Company is exposed to price risk arising mainly from investments in quoted equity instruments recognized at FVTOCI, if any. As at March 31, 2025, the carrying value of such quoted equity instruments recognized at amounts FVTOCI amounts to ₹ NIL (March 31, 2024, ₹ NIL).

**2) Credit Risk**

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial losses to the Company. Credit risk arises primarily from financial assets such as trade receivables, other balances with banks and other financial assets such as other receivables with the Company.

The Company has adopted a policy of only dealing with counter parties that have sufficiently high credit ratings. The Company's exposure and credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions is reasonably spread amongst the counterparties.

Credit risk arising from term deposits and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognized financial institutions with high credit rating assigned by the international credit rating agencies.

The average credit period on sale of products ranges from 30 to 60 days. Credit risk arising from trade receivable is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. The credit quality of a customer is assessed based on detailed study of creditworthiness and accordingly individual credit limits are defined / modified. The concentration on credit risk is limited due to the fact that, the customer base is large. There are very few of the customers, which represents more than 10% of its total balance of trade receivable. For trade receivables, as a practical expedient, the Company computes credit loss allowance based on provision matrix. The provision matrix is prepared on historically observed default rate over the expected life of trade receivable and is adjusted for forward-looking estimates. The provision matrix at the end of reporting period as follows:

| Net Outstanding > 365 Days | Percentage of Collection to Gross Outstanding in Current Year | Credit Loss Allowances |
|---|---|---|
| Yes | < 25% | Yes, to the extent of lifetime expected credit losses outstanding as at reporting date. |
| Yes | > 25% | Yes, to the extent of lifetime expected credit losses pertaining to balances outstanding for more than one year. |

(₹ in Lakhs)

| Movement in Expected Credit Loss Allowance on Trade Receivables | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Balance at the beginning of the reporting period** | **306.45** | **145.50** |
| Add: Loss allowance measured at lifetime expected credit losses | 54.15 | 160.95 |
| Less: Bad Debts written off during the reporting period | 82.80 | -- |
| **Balance at the end of reporting period** | **277.80** | **306.45** |

**3) Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in raising the funds to meet the commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The Company has an established liquidity risk managements framework for managing its short-term, medium-term and long-term funding and liquidity management requirements. The Company's exposure to liquidity risk arises primarily from mismatches of maturities of financial assets and liabilities. The Company manages the liquidity risk by maintaining adequate funds in the cash and cash equivalents. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

The Company believes that its liquidity positions {As At March 31, 2025, ₹ 1,276.79 Lakhs (Prev Year ₹ 104.84 Lakhs)}, anticipated future internally generated funds from operations, and its fully available revolving undrawn credit facilities will enable it to meet its future known obligations in the ordinary course of business. However, if liquidity needs were to arise, the Company believes it has access to financing arrangements, value of unencumbered assets, which should enable it to meet its ongoing capital, operating, and other liquidity requirements.

The liquidity position of the Company mentioned above, includes:

i) Cash and Cash Equivalents as disclosed in the Cash Flows Statements

ii) Current / non - current term deposits as disclosed in the other financial assets

The Company's liquidity management process as monitored by the management, includes:

i) Day-to-day funding, managed by monitoring future cash flows to ensure that requirements can be met.

ii) Maintaining rolling forecasts of the Company's liquidity position on the basis of expected cash flows.

iii) Maintaining diversified credit lines.

The below table analysis shows the financial liabilities of the Company in the relevant maturity grouping based on the remaining period from the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows:

(₹ in Lakhs)

| Particulars | Less than 1 Year | Between 1 to 5 Year | More than 5 Year | Total | Carrying Value |
|---|---|---|---|---|---|
| **As At March 31, 2025** | | | | | |
| **Borrowings** | 12,394.78 | 2,812.62 | -- | **15,207.40** | **15,207.40** |
| **Other Financial Liabilities** | 1,770.55 | 92.73 | -- | **1,863.28** | **1,863.28** |
| **Trade Payables** | 2,712.70 | -- | -- | **2,712.70** | **2,712.70** |
| **As At March 31, 2024** | | | | | |
| **Borrowings** | 7,985.08 | 1,337.29 | -- | **9,322.37** | **9,322.37** |
| **Other Financial Liabilities** | 1,040.95 | 34.01 | -- | **1,074.96** | **1,074.96** |
| **Trade Payables** | 2,324.44 | -- | -- | **2,324.44** | **2,324.44** |

**38C - Capital Management**

The Company adheres to a robust Capital Management framework which is underpinned by the following guiding principles.

a) Maintain the financial strength to ensure BBB+ stable ratings domestically and investment grade ratings internationally.

b) Ensure financial flexibility and diversify the source of financing and their maturities to minimize liquidity risk while meeting its investment requirements.

c) Ensure sufficient liquidity is available (either through cash and cash equivalents, investments or committed credit facilities) to meet the needs of the business.

d) Minimize the finance costs while taking into consideration current and future industry, market and economic risks and conditions.

e) Safeguard its ability to continue as going as a going concern.

f) Leverage optimally in order to maximize shareholders' returns while maintaining strength and flexibility of the Balance Sheet.

This framework is adjusted based on underlying macro-economic factors affecting the business environment, financial market conditions and interest rates environment.

The Board of Directors of the Company has primary responsibilities to maintain a strong capital base and reduce the cost of capital through a prudent management of deployed fund and leveraging in domestic and international financial market, so as to maintain investors, creditors and market confidence and to sustain future development of the business.

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

As at March 31, 2025, and March 31, 2024, the Company has only one class of equity shares and has low debts. Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Company allocates its capital for distribution as dividends or reinvestments into business based on its long-term financial plans.

The Company manages its capital on the basis of the Net Debt to Equity Ratio which is Net Debt (Total Borrowings net of Cash and Cash Equivalents) divided by total equity.

(₹ in Lakhs)

| Particulars | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Total Liabilities | 22,167.24 | 14,600.84 |
| Less: Cash and Cash Equivalents | 1,076.42 | 37.23 |
| **Net Debt (A)** | **21,090.82** | **14,563.61** |
| **Total Equity** | **28,386.82** | **25,462.66** |
| **Net Debts to Total Equity** | **0.74** | **0.57** |

The Company has complied with the covenants as per the terms and conditions of the major borrowing facilities throughout the reporting period and previous reporting period. .

**39 Capital Work-in-Progress Ageing Schedule**

(₹ in Lakhs)

| S. No. | Particulars | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|
| 1 | Projects-in-Progress | 2,116.07 | 142.56 | - | - | 2,258.62 |
| 2 | Projects temporarily suspended | - | - | - | - | - |

| S. No. | Particulars | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|
| 1 | Projects-in-Progress | 2,748.38 | - | - | - | 2,748.38 |
| 2 | Projects temporarily suspended | - | - | - | - | - |

There are no capital work-in-progress, where completion is overdue against the original planned timelines or where the estimated cost exceeded its original planned costs as at March 31, 2025, and March 31, 2024.

**40 Trade Receivables ageing Schedule**

| S. No. | Particulars | Not Due | Less than Six Months | Six Months to One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|---|
| | **Trade Receivable - Unsecured** | | | | | | | |
| a) | Undisputed, Considered Good | 8,357.52 | 609.65 | 1.87 | - | - | - | **8,969.03** |
| b) | Undisputed, Considered Doubtful | - | - | - | 30.24 | - | - | **30.24** |
| c) | Disputed, Considered Good | - | - | - | - | - | - | **-** |
| d) | Disputed, Considered Doubtful | | | | | | | |
| | | 8,357.52 | 609.65 | 1.87 | 30.24 | - | - | **8,999.27** |
| e) | Less: Allowance for Doubtful Debts | - | - | - | - | - | - | **47.87** |
| | **Total…(₹)** | | | | | | | **8,951.40** |

| S. No. | Particulars | Not Due | Less than Six Months | Six Months to One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|---|
| **Trade Receivable - Unsecured** | | | | | | | | |
| a) | Undisputed, Considered Good | 5,532.95 | 170.17 | 44.87 | 13.89 | - | - | **5,761.88** |
| b) | Undisputed, Considered Doubtful | - | - | - | 81.23 | - | - | **81.23** |
| c) | Disputed, Considered Good | - | - | - | - | - | - | **-** |
| d) | Disputed, Considered Doubtful | - | - | - | - | - | - | **-** |
| | | **5,532.95** | **170.17** | **44.87** | **95.11** | **-** | **-** | **5,843.10** |
| e) | Less: Allowance for Doubtful Debts | **-** | **-** | **-** | **-** | **-** | **-** | **136.93** |
| | **Total…(₹)** | | | | | | | **5,706.17** |

The Company does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41 Trade payable ageing schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Trade Payable (Including Acceptance)** | | | | | | | |
| a) | MSME | 830.76 | 1.52 | - | - | - | **832.28** |
| b) | Other than MSME | 1,665.71 | 212.38 | 2.34 | - | - | **1,880.42** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **2,496.47** | **213.89** | **2.34** | **-** | **-** | **2,712.70** |

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|
| **Trade Payable (Including Acceptance)** | | | | | | | |
| a) | MSME | 697.08 | 3.23 | - | - | - | **700.31** |
| b) | Other than MSME | 1,048.77 | 571.22 | 4.14 | - | - | **1,624.13** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **1,745.85** | **574.46** | **4.14** | **-** | **-** | **2,324.44** |

The Company does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41.1 Capital Creditors ageing Schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Capital Creditors (Including Acceptance)** | | | | | | | |
| a) | MSME | 177.75 | - | - | - | - | **177.75** |
| b) | Other than MSME | 262.37 | 14.78 | - | - | - | **277.16** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **440.12** | **14.78** | **-** | **-** | **-** | **454.91** |

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|
| **Capital Creditors (Including Acceptance)** | | | | | | | |
| a) | MSME | 147.97 | - | - | - | - | **147.97** |
| b) | Other than MSME | 148.23 | 8.37 | - | - | - | **156.61** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **296.20** | **8.37** | **-** | **-** | **-** | **304.58** |

The Company does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41.2 Liabilities towards Service ageing Schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Liabilities towards Service (Including Acceptance)** | | | | | | | |
| a) | MSME | 90.99 | 3.23 | - | - | - | **94.22** |
| b) | Other than MSME | 231.91 | 1.12 | - | - | - | **233.03** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **322.90** | **4.35** | **-** | **-** | **-** | **327.25** |

| S. No. | Particulars | Not Due | Less than One Year | One to Two Year | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|
| **Liabilities towards Service (Including Acceptance)** | | | | | | | |
| a) | MSME | 108.48 | - | - | - | - | **108.48** |
| b) | Other than MSME | 226.02 | 11.23 | - | - | - | **237.26** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **334.50** | **11.23** | **-** | **-** | **-** | **345.74** |

The Company does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**42 Key Financial Ratio**

| S. No. | Ratio | Numerator | Denominator | As At 31.03.2025 | As At 31.03.2024 | % Variation |
|---|---|---|---|---|---|---|
| 1 | Current Ratio | Current Assets | Current Liabilities | 1.41 | 1.48 | -4.86% |
| 2 | Debt to Equity Ratio* | Total Debts (Borrowings) | Total Equity | 0.54 | 0.37 | 46.32% |
| 3 | Debt Service Coverage Ratio | Earning available for debt service (EBITDA) | Finance Costs + Repayaments of Borrowings | 4.24 | 4.94 | -14.16% |
| 4 | Return on Equity | Profit after tax (PAT) | Average Total Equity | 12.38% | 10.02% | 23.59% |
| 5 | Inventory Turnover Ratio | Cost of Goods Sold | Average Inventory | 4.83 | 5.08 | -4.97% |
| 6 | Trade Receivable Turnover Ratio | Revenue from Sale of Products and Services | Average Trade Receivables | 9.44 | 11.38 | -17.04% |
| 7 | Trade Payable Turnover Ratio | Net Purchase of Raw Materials, Packing Material and Stock-in-Trade | Average Trade Payables | 22.39 | 22.01 | 1.72% |
| 8 | Net Capital Turnover Ratio | Revenue from Operations | Working Capital (Current Assets - Current Liabilities) | 9.70 | 10.17 | -4.57% |
| 9 | Net Profit Ratio | Profit after tax (PAT) | Revenue from Operations | 4.82% | 4.22% | 14.16% |
| 10 | Return on Capital Employed | Profit before Interest (excluding interest on lease liabilities), exceptional items and tax | Average Capital Employed {Total Assets - Total Current Liabilities (Excepts Borrowings)} | 13.62% | 11.89% | 14.54% |

* Due to the incremental borrowing as compared to the previous reporting period from banks and financial institution has led to impact the Debt to Equity Ratio.

**43 Segment Reporting**

The segment reporting of the Company has been prepared in accordance with Ind AS - 108, "Operating Segments" {specified under the section 133 of the Companies Act, 2013, read together with Companies (Indian Accounting Standard) Rule, 2015, as amended, time to time}. For the Company's management purpose, the Company is organized into the business unit based on its products and services and has identified four reportable segment. Operating Segments disclosure are consistent with the information provided to and reviewed by the Chief Operating Decision Maker (CODM) are as follows:

The Board of Directors of the Company monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performace assessments. Segment performance is evaluated based on profit or loss and is measured consistently with the profit and loss in the Standalone Financial Statements. Operating Sgement have been identified on the basis of the nature of products / services and have been identified as per the quantitative criteria sepcified in the Ind AS.

Revenue and expenses have been identified to a segment on the basis of relationship to the operating activities of the segment. Revenue and expenses, which relates to the enterprises as a whole and are not allocable to a segments on reasonable basis have been disclosed as "unallocable".

Segment assets and liabilities represents assets and liabilities in the respective segments. Investments, tax related assets, borrowings and other assets and liabilities that can not be allocatted to a segment on reasonable basis have been disclosed as "unallocable".

| Reportable Segments | Product / Services |
|---|---|
| a) Aluminium Powders and Pastes | Aluminium Powder, Aluminium Pastes and Atomized Powders |
| b) Aluminium Foils | Aluminium Foils |
| c) Aluminium Conductors | Aluminium Conductors |
| d) Others | Manganese Oxide / Dioxide, Washers, Circlips and Coals |

The measurement principles of segments are consistent with those used in significant accounting policies.

There is no transfer of products between the operating segments. No operating segments have been aggregated to form the above reportable operating segments.

**Information abount Business Segements are as under:**

(₹ in Lakhs)

| S. No. | Particulars | Current Year 2024 - 2025 | | | | | Previous Year 2023 - 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Aluminium Powder and Paste | Aluminium Foils | Aluminium Conductors | Others | Total | Aluminium Powder and Paste | Aluminium Foils | Aluminium Conductors | Others | Total |
| A. | **Revenue** | | | | | | | | | | |
| a) | Gross Sales | 43,835.43 | 15,441.20 | 9,666.99 | 242.38 | 69,185.99 | 39,039.81 | 10,703.89 | 7,865.91 | 244.73 | 57,854.35 |
| b) | Other Unallocated | - | - | - | - | 154.55 | - | - | - | - | 134.14 |
| c) | **Total Revenue** | **43,835.43** | **15,441.20** | **9,666.99** | **242.38** | **69,340.54** | **39,039.81** | **10,703.89** | **7,865.91** | **244.73** | **57,988.49** |
| B. | **Results** | | | | | | | | | | |
| a) | Segment Results | 5,422.66 | 303.18 | 799.53 | 130.96 | 6,656.33 | 4,678.42 | (384.29) | 454.25 | 139.13 | 4,887.51 |
| C. | **Segment Results** | **5,422.66** | **303.18** | **799.53** | **130.96** | **6,656.33** | **4,678.42** | **(384.29)** | **454.25** | **139.13** | **4,887.51** |
| D. | Unallocated Expenses Netted off with Unallocated Income* | - | - | - | - | 1,075.83 | - | - | - | - | 927.77 |
| E. | **Operating Profits** | | | | | **5,580.50** | | | | | **3,959.74** |
| F. | Finance Costs and Foreign Exchange Fluctutations (Net) | - | - | - | - | 1,019.26 | - | - | - | - | 684.30 |
| G. | **Profit Before Tax (PBT)** | | | | | **4,561.23** | | | | | **3,275.44** |
| H. | Add: Extra Ordinary Items | - | - | - | - | - | - | - | - | - | - |
| I. | **Less: Tax Expenses** | | | | | | | | | | |
| | Current tax | - | - | - | - | 739.42 | - | - | - | - | 612.67 |
| | Deferred tax | - | - | - | - | 487.68 | - | - | - | - | 220.46 |
| J. | **Profit After Tax (PAT)** | | | | | **3,334.14** | | | | | **2,442.32** |

**Other Informations**

| | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | Segment Assets | 29,303.75 | 12,487.44 | 3,789.20 | 136.38 | 45,716.77 | 17,679.16 | 10,397.48 | 3,364.40 | 67.02 | 31,508.06 |
| | Unallocated Corporate Assets | - | - | - | - | 4,837.28 | - | - | - | - | 8,557.11 |
| | **Total Assets** | | | | | **50,554.05** | | | | | **40,065.17** |
| 2 | Segment Liabilities | 8,363.90 | 312.80 | 614.74 | 49.93 | 9,341.37 | 2,646.20 | 527.63 | 148.02 | 9.96 | 3,331.81 |
| | Unallocated Corporate Liabilities | - | - | - | - | 12,825.87 | - | - | - | - | 11,270.70 |
| | **Total Liabilities** | | | | | **22,167.24** | | | | | **14,602.51** |
| 3 | Capital Expenditures | 3,959.69 | 19.76 | 108.37 | 30.42 | 4,118.24 | 3,410.29 | 757.09 | 114.52 | 0.09 | 4,281.99 |
| | Unallocated Corporate Capital Expenditure | - | - | - | - | 158.15 | - | - | - | - | 81.98 |
| | **Total Capital Expenditures** | | | | | **4,276.40** | | | | | **4,363.96** |

* Unallocated items include general corporate income, expenses, assets and liabililities which are not allocated to any other business segments.

**44 Employee Benefits**

**1 Post Employment Benefits**

**i) Defined Benefit Gratuity Plan (Unfunded)**

The Company has defined benefits gratuity plan for its employees, which requires contribution to be made to a separately administered fund. It is governed by the Payment of Gratuity Act, 1972. Under the Act, an employee who has completed five year of services are only entitled to the specific benefits. The level of benfits provided depend upon the member's length of service and salary at their retirement age.

**ii) Defined Benefit Pension Plan (Unfunded)**

The Company operates a defined benefits pension plan for certain specified employees and the same is payable upon if the employee satisfying certain terms and conditions attached to them, as approved by the Board of Directors of the Company.

**iii) Defined Benefit Post Retirement Medical Benefit Plans (Unfunded)**

The Company operates a defined benefits post-retirement medical benefits plan for certain specified employees and the same is payable upon if the employee satisfying the certain terms and conditions attached to them, as approved by the Board of Directors of the Company.

The most recent actuarial valuation of the plan assets and the present value of defined benefit obligation were carried out as at March 31, 2025, by Mr. Ashok Kumar Garg, Fellow of Institute of Actuaries of India. The present value of defined benefits obligation and the related current service cost were measured by using the "*Projected Unit Credit Method*".

The following tables summarise the components of defined benefits expense recognized in the Statement of Profit and Loss / Other Comprehensive Income and amount recognized in the Balance Sheets for the respective plans:

**i) Statement showing the Present Value of the Obligations**

(₹ in Lakhs)

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Present Value Obligation** | | |
| **Present value of obligation at the beginning of the period** | **301.43** | **292.82** |
| Interest cost | 21.85 | 21.23 |
| Current service cost | 24.96 | 20.02 |
| Past service cost | - | - |
| Benefit paid (if any) | (30.71) | (52.30) |
| Actuarial (gain) / loss | 31.86 | 19.66 |
| **Present Value of Obligation at the end of the period…(₹)** | **349.40** | **301.43** |

**ii) Bifurcation of Total Actuarial (Gain) / Loss on Liabilities** (₹ in Lakhs)

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Bifurcation** | | |
| Changes in demographics assumptions (Mortality) | - | - |
| Changes in financial assumptions | 8.44 | (2.39) |
| Experience adjustments (gain) / loss for plan liabilities | 23.42 | 22.05 |
| **Total amount recognized in Other Comprehensive Income** | **31.86** | **19.66** |

**iii) Key Results**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Results** | | |
| **Present value of the obligation at the end of the period** | **349.40** | **301.43** |
| Fair value of plan assets at the end of the period | - | - |
| Net libailities / (assets) to be recognized in the Balance Sheet | 349.40 | 301.43 |
| **Funded Status - Surplus / (Deficit)…(₹)** | **(349.40)** | **(301.43)** |

**iv) Expenses recognized in the Statement of Profit and Loss**

(₹ in Lakhs)

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Breakup of Expenses** | | |
| Interest Costs | 21.85 | 21.23 |
| Current Service Costs | 24.96 | 20.02 |
| Past Service Costs | - | - |
| Expected return on plan assets | - | - |
| **Expenses to be recognized in Statement of Profit and Loss** | **46.82** | **41.25** |

**v) Experience Adjustments**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Experience Adjustments** | | |
| Experience adjustments (gain) / loss - plan liabilities | 23.42 | 22.05 |
| Experience adjustments (gain) / loss - plan assets | - | - |

**vi) Other Comprehensive (Income) / Expenses {Remeasurements)**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Other Comprehensive Income** | | |
| **Opening cumulative unrecognized actarial (gain) / loss** | **(17.38)** | **(37.04)** |
| Actuarial (gain) / loss - obligations | 31.86 | 19.66 |
| Actuarial (gain) / loss - plan assets | - | - |
| **Total actuarial (gain) or loss** | **31.86** | **19.66** |
| **Closing cumulative unrecognized actarial (gain) / loss** | **14.48** | **(17.38)** |

**vii) Net Interest Costs**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Interest Costs** | | |
| Interest cost on defined benfits plans | 21.85 | 21.23 |
| Interest income on plan assets | - | - |
| **Net Interest Cost…(₹)** | **21.85** | **21.23** |

**viii) Summary of Membership Data at the date of valuation and statistics based thereon**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Summary** | | |
| Number of employees | 523 | 432 |
| Total monthly salary (In Lakhs) | 58.02 | 45.80 |
| Average past service (years) | 11.9 | 14.1 |
| Average future service (years) | 15.8 | 14.9 |
| Average age (years) | 42.2 | 43.1 |
| Weighted average duration (based on discounted cash flows) in years | 6 | 6 |
| Average monthly salary (In Lakhs) | 0.11 | 0.11 |
| Expected Future Services taking into accounts document (years) | 11 | 11 |

**ix) Assumptions** (₹ in Lakhs)

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Assumptions** | | |
| Discount rate (per annum) | 6.61% | 7.25% |
| Salary growth rate (per annum) | 5.00% | 5.00% |
| Mortality | IALM 2012 - 14 Ultimate | IALM 2012 - 14 Ultimate |
| Withdrawal rate (per annum) (18 years to 30 years) | 15.00% | 15.00% |
| Withdrawal rate (per annum) (30 years to 44 years) | 5.00% | 5.00% |
| Withdrawal rate (per annum) (44 years to 58 years) | 2.00% | 2.00% |

The estimate of rate of escalation in salary considered in Actuarial Valuation, taken into the account inflation, seniority, promotions and other relevant factors including the supply and demand in the employement market. The above information is certified by the Actuary.

**x) Benefits Valued**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Valuations** | | |
| Normal retirement age (years) | 58 | 58 |
| Salary | Last Drawn Qualifying Salary | Last Drawn Qualifying Salary |
| Vesting period | 5 Years of Service | 5 Years of Service |
| Benefits on normal retirements | 15/26 * Salary * Past Service (Years) | 15/26 * Salary * Past Service (Years) |
| Benefit on early exit due to death and disability | As metioned above except no vesting condtions apply | As metioned above except no vesting condtions apply |
| Limit (In Lakhs) | 20.00 | 20.00 |

**xi) Bifurcation of Liabilities**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Break-up of Liabilities** | | |
| Current Liabilities (Short - Term) | 116.33 | 74.48 |
| Non - Current Liabilities (Long - Term) | 233.06 | 226.96 |
| **Total Liabilities…(₹)** | **349.40** | **301.43** |

**xii) Expected Contribution during next Annual Reporting Period**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| The Company's best estimate of contribution during the next year | 32.47 | 26.68 |

**xiii) Maturity Profile of Defined Benefit Obligation - Benefit Obligations**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Maturity Profiles | | |
| 01.04.2025 to 31.03.2026 | 116.33 | 74.48 |
| 01.04.2026 to 31.03.2027 | 28.09 | 38.24 |
| 01.04.2027 to 31.03.2028 | 28.27 | 22.27 |
| 01.04.2028 to 31.03.2029 | 23.89 | 23.82 |
| 01.04.2029 to 31.03.2030 | 24.86 | 19.87 |
| 01.04.2030 to Onwards | 127.94 | 122.76 |

**xiv) Sensitivity Analysis**

Significant actuarial assumptions for determination of the defined benefits obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that, the sensitivity analysis presented below may not be representative of the actual change in the defined benefits obligation as it is unlikely that, the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

| | 31.03.2025 |
|---|---|
| **Sensitivity** | |
| Defined Benefit Obligation (Base) | 3,49,39,798 @ Salary Increase Rate : 5.00% and Discount Rate: 6.61% |
| Liability with x% Incresae in Discount Rate | 3,34,73,822; X = 1.00% {Change (4%)} |
| Liability with x% Decrease in Discount Rate | 3,65,77,862; X = 1.00% {Change 5%} |
| Liability with x% Increase in Salary Growth Rate | 3,65,88,237; X = 1.00% {Change 5%} |
| Liability with x% Decrease in Salary Growth Rate | 3,34,39,425; X = 1.00% {Change (4%)} |
| Liability with x% Increase in Withdrawal Rate | 3,50,30,665; X = 1.00% {Change 0%} |
| Liability with x% Decrease in Withdrawal Rate | 3,48,34,684; X = 1.00% {Change 0%} |

**xv) Reconciliation of Liabilities at Balance Sheet**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Reconciliations** | | |
| **Opening Gross Defined Benefit Liability / (Assets)** | **301.43** | **292.82** |
| Expense recognized in Statement of Profit and Loss | 46.82 | 41.25 |
| Other Comprehensive Income - Actuarial (Gain) / Loss - Total Current Period | 31.86 | 19.66 |
| Benefit Paid (If any) | (30.71) | (52.30) |
| **Closing Gross Defined Benefit Liability / (Assets)** | **349.40** | **301.43** |

**2 Defined Contribution Plans**

**i) Provident Fund**

The provident fund assets and liabilities are managed by the Company in line with the Employees' Provident Fund and Miscellaneous Provision Act, 1952.

The plan guarantees minimum interest at the rate notified by the Provident Fund Authorities. The contribution by the employer and employee together with interest accumulated thereon are payable to employees at the time of separation from the Company or retirement, whichever is earlier. The benefit vests immediately on redering of the service by the employee. In term of Guidance Note isused by the Institute of Actuaries of India for measurement of provident fund liabilities, the Actuary has provided a valuation of provident fund liabilities and based on assumptions provided. There is no shortfall in the contribution as at March 31, 2025.

The details of contibution made by the Company to the resepctive funds are given as below:

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Contributions** | | |
| Employee's Share of Contribution | 125.04 | 114.62 |
| Employer's Share of Contribution | 133.96 | 129.36 |
| **Total Contrbution during the Reporting Period…(₹)** | **258.99** | **243.98** |

**3 Other Long - Term Employee Benefits**

**i) Annual Leave and Sick Leave Assumptions**

The liability towards compensated absenses (annual leave and sick leave) for the year ended on March 31, 2025, based on Actuarial Valuation carried out by using the Project Unit Credit Method is ₹ 27.57 Lakhs (Prev Year ₹ 15.14 Lakhs).

**45 Information on Related Party Transaction as required by Ind AS - 24 - "*RELATED PARTY DISCLOSURE*" for the year ended March 31, 2025**

Related parties as defined under clause 9 of the Ind AS - 24, "*Related Party Disclosure*" have been identified on the basis of written representations made by the Company's management and information available with the Company. The Company's material related party transactions and outstanding balances with whom the Company had entered into the transactions in the ordinary course of Business are as follows:

**1. Wholly Owned Subsidiary Company (WOS)**

a) MMP Electricals Private Limited (Holds 100.00 % of Total Equity)

**2. Associated Entities**

a) Star Circlips and Engineering Limited (Holds 26.06% of Total Equity)

b) Toyal MMP India Private Limited (Holds 26.00% of Total Equity)

**3. Related Party where Significant Influences Exists**

a) Mayank Fasteners Private Limited

b) Rohini Farms and Agriculture Private Limited

**4. Key Managerial Person Name and their Designation**

| S. No. | Name of the Persons | Designation |
|---|---|---|
| a) | Shri Arun Bhandari | Managing Director (MD) |
| b) | Shri Lalit Bhandari | Whole Time Director (WTD) |
| c) | Shri Mayank Bhandari | Non - Executive Director |
| d) | Shri Narasimham Murthy Tenneti | Whole Time Director (WTD) |
| e) | Shri Sunil Khanna | Independent Director |
| f) | Shri Sanjay Sancheti | Independent Director |
| g) | Shri Vijay Singh Bapna | Independent Director |
| h) | Shri Karan Verma | Independent Director |
| i) | Smt. Ulka Kulkarni | Woman Independent Director |
| j) | Shri Sharad Khandelwal | Chief Financial Officer |
| k) | Smt. Madhura Ubale | Company Secretary |

**4. Relatives of Key Managerial Person**

| S. No. | Name of the Persons | Relationship with the Company |
|---|---|---|
| a) | Smt. Saroj Bhandari | Wife of Managing Director |
| b) | Smt. Sakshi Bhandari | Wife of Non - Executive Director |
| c) | Ms. Rohini Bhandari | Daughter of Managing Director |
| d) | Master Vivaan Bhandari | Son of Non - Executive Director |

**Terms and Conditions with the transactions with Related Parties as under:**

a) The Company has been entering into transactions with related parties for its business purpose. The process followed for entering into transactions with these related parties are same as followed for unrelated parties. Vendors are selected competitively having regard to strict adherence to quality, timely servicing and cost advantage. Further related party vendors provide additional advantage in term of:

i) Supplying products primarily to the Company;

ii) Advanced and innovative technologies;

iii) Customization of products to suit the Company's specific performance;

iv) Enhancement of the Company's purchase cycle and assurance of just in time supply with resultant benefits - notably on working capital.

b) The purchases from and sales to related parties are made on terms equivalents to and those applicable to all unrelated parties on arm's length transactions.

c) Outstanding balances of the related parties as at the end of the reporting period are unsecured, interest free and will be settled in the cash on demand basis.

**Transaction with Related Parties is as under:** (₹ in Lakhs)

| S. No. | Particulars | Controlled Entities | Related Party where Significant Influences Exists | Key Managerial Person | Relative of Key Managerial Person |
|---|---|---|---|---|---|
| **1.** | **Purchases of Goods** | | | | |
| | Star Circlips and Engineering Limited | ₹ 03.68 (P. Y. ₹ 07.43) | -- | -- | -- |
| | Toyal MMP India Private Limited | ₹ 04.52 (P. Y. ₹ 00.40) | -- | -- | -- |
| **2.** | **Payment of Office Rent** | | | | |
| | Mayank Fasteners Private Limited | -- | ₹ 00.90 (P. Y. ₹ 00.90) | -- | -- |
| **3.** | **Remuneration** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 134.40 (P. Y. ₹134.40) | -- |
| | Shri Lalit Bhandari | -- | -- | ₹ 35.37 (P. Y. ₹ 32.84) | -- |
| | Shri Narasimham Murthy Tenneti | -- | -- | ₹ 23.68 (P. Y. ₹ 22.16) | -- |
| | Shri Sharad Khandelwal | -- | -- | ₹ 31.64 (P. Y. ₹ 29.40) | -- |
| | Smt. Madhura Ubale | -- | -- | ₹ 10.36 (P. Y. ₹ 07.52) | -- |
| **4.** | **Salary and Perquisites** | | | | |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 61.98 (P. Y. ₹ 61.95) |
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 25.78 (P. Y. ₹ 23.95) |
| **5.** | **Legal and Professional Charges** | | | | |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ 30.00 (P. Y. ₹ 30.00) |
| **6.** | **Director Sitting Fees** | | | | |
| | Shri Sanjay Sancheti | -- | -- | ₹ 02.10 (P. Y. ₹ NIL) | -- |
| | Shri Vijay Singh Bapna | -- | -- | ₹ 02.15 (P. Y. ₹ 01.80) | -- |
| | Shri Sunil Khanna | -- | -- | ₹ 02.15 (P. Y. ₹ 01.80) | -- |
| | Smt. Ulka Kulkarni | -- | -- | ₹ 01.35 (P. Y. ₹ 00.45) | -- |
| **7.** | **Sales of Goods** | | | | |
| | Toyal MMP India Private Limited | ₹ 2,027.19 (P. Y. ₹ 2,077.50) | -- | -- | -- |
| **8.** | **Receipts of Job Work Charges** | | | | |
| | Star Circlips and Engineering Limited | ₹ 262.49 (P. Y. ₹ 251.69) | -- | -- | -- |
| **9.** | **Reimbursement of Expenses Incurred** | | | | |
| | Star Circlips and Engineering Limited | ₹ 00.87 (P. Y. ₹ 01.50) | -- | -- | -- |
| | MMP Electricals Private Limited | ₹ 553.85 (P. Y. ₹ NIL) | -- | -- | -- |
| **10.** | **Repayment towards Reimbursement of Expenses** | | | | |
| | MMP Electricals Private Limited | ₹ 325.00 (P. Y. ₹ NIL) | -- | -- | -- |
| **11.** | **Dividend** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 104.39 (P. Y. ₹ 69.59) | -- |
| | Shri Mayank Bhandari | -- | -- | ₹ 08.48 (P. Y. ₹ 05.65) | -- |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 48.84 (P. Y. ₹ 32.56) |
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 05.86 (P. Y. ₹ 03.91) |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ 03.36 (P. Y. ₹ 02.24) |
| | Master Vivaan Bhandari | -- | -- | -- | ₹ 21.89 (P. Y. ₹ 14.59) |
| | Star Circlips and Engineering Limited | ₹ 17.37 (P. Y. ₹ 11.58) | -- | -- | -- |
| | Mayank Fasteners Private Limited | -- | ₹ 71.77 (P. Y. ₹ 47.84) | -- | -- |
| | Rohini Horticulture Private Limited | -- | ₹ 01.86 (P. Y. ₹ 01.24) | -- | -- |
| **12.** | **Investment in Wholly Owned Subsidiary** | | | | |
| | MMP Electricals Private Limited | ₹ 100.00 (P. Y. ₹ NIL) | -- | -- | -- |
| **13.** | **Grant of Loans and Advances** | | | | |
| | MMP Electricals Private Limited | ₹ 285.00 (P. Y. ₹ NIL) | -- | -- | -- |
| **14.** | **Service Offered** | | | | |
| | MMP Electricals Private Limited | ₹ 06.12 (P. Y. ₹ NIL) | -- | -- | -- |
| **15.** | **Dividend Income** | | | | |
| | Star Circlips and Engineering Limited | ₹ 49.91 (P. Y. ₹ NIL) | -- | -- | -- |

**Balances payable / receivable to the related parties as on March 31, 2025** (₹ in Lakhs)

| S. No. | Particulars | Controlled Entities | Related Party where Significant Influences Exists | Key Managerial Person | Relative of Key Managerial Person |
|---|---|---|---|---|---|
| 1. | **Director Remuneration and Salary** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 05.46 (P. Y. 05.46) | -- |
| | Shri Lalit Bhandari | -- | -- | ₹ 01.60 (P. Y. ₹ 01.75) | -- |
| | Shri Narasimham Murthy Tenneti | | | ₹ 01.09 (P. Y. ₹ 01.26) | |
| | Shri Sharad Khandelwal | -- | -- | ₹ 00.46 (P. Y. ₹ 01.48) | -- |
| | Smt. Madhura Ubale | -- | -- | ₹ 00.82 (P. Y. ₹ 00.55) | -- |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 02.75 (P. Y. ₹ 02.77) |
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 01.30 (P. Y. ₹ 01.35) |
| 2. | **Trade Receivables** | | | | |
| | Toyal MMP India Private Limited | ₹ 43.77 (Dr.) {P.Y. ₹ 03.48 (Dr.)} | -- | -- | -- |
| | Star Circlips and Engineering Limited | ₹ NIL {P. Y. ₹ 23.85} (Dr.) | -- | -- | -- |
| 3. | **Trade Payable** | | | | |
| | Star Circlips and Engineering Limited | ₹ NIL (P. Y. ₹ 01.30) | -- | -- | -- |
| 4. | **Director Sitting Fees Payable** | | | | |
| | Shri Vijay Singh Bapna | -- | -- | ₹ NIL (P. Y. ₹ 00.18) | -- |
| | Shri Sunil Khanna | -- | -- | ₹ NIL (P. Y. ₹ 00.18) | -- |
| 5. | **Legal and Professional Charges Payable** | | | | |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ NIL (P. Y. ₹ 02.25) |
| 6. | **Investment in Controlled Entities** | | | | |
| | MMP Electricals Private Limited (Net of Corporate Guarantee Liabilities) | ₹ 100.00 (P. Y. ₹ NIL) | -- | -- | -- |
| | Toyal MMP India Private Limited | ₹ 702.26 (P. Y. ₹ 702.26) | -- | -- | -- |
| | Star Circlips and Engineering Limited | ₹ 97.83 (P. Y. ₹ 97.83) | -- | -- | -- |
| 7. | **Loans to Wholly Owned Subsidiaries** | | | | |
| | MMP Electricals Private Limited | ₹ 285.00 (P. Y. ₹ NIL) | -- | -- | -- |
| 8. | **Other Receivables from Wholly Owned Subsidiary (towards Reimbursement)** | | | | |
| | MMP Electricals Private Limited | ₹ 228.85 (P. Y. ₹ NIL) | -- | -- | -- |
| 9. | **Other Receivables from Wholly Owned Subsidiary (Service Offered)** | | | | |
| | MMP Electricals Private Limited | ₹ 06.12 (P. Y. ₹ NIL) | -- | -- | -- |
| 10. | **Guarantee / Collaterals** | | | | |
| | MMP Electricals Private Limited | ₹ 3,400.00 (P. Y. ₹ NIL) | -- | -- | -- |

**46 Additional Regulatory Information as required by the Schedule - III of the Companies Act, 2013"**

i) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken as at the balance sheet date. The Company has not defaulted in the repayment of principal and interest thereon on all the loans obtained from banks and financial institutions during the reporting period and previous reporting period.

ii) The title deed in respect of self-constructed building and title deeds of all other immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in the favor of the Company), disclosed in the standalone financial statements and included under the head of property, plant and equipment are held in the name of the Company as at the Balance Sheet date. In respect of the immovable properties taken on lease by the Company, the lease agreements are duly executed in the favor of the Company as at the Balance Sheet date.

iii) Loans and advances in the nature of loans are granted to promoters, directors, key managerial parties and the other related parties including the subsidiaries, associates and joint ventures (as defined under the Companies Act, 2013), either severally and jointly with any other person - Refer *"Note No. 53"* for further reference.

iv) The Company does not have benami property held in its name. No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the relevant Rules made thereunder.

v) The Company has been sanctioned working capital limit from bank and financial institutions on the basis of security of current assets. The monthly / quarterly returns and the statements filed by the Company with such banks and financial institutions are in agreements with the books of accounts of the Company.

vi) The Company has not been declared as willful defaulter by the banks and the financial institutions or other lenders or government or any government authorities.

vii) The Company has not entered any transactions with the companies struck off as per section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 2013, hence the details related to the same have not been furnished.

viii) The Company does not have any charges or satisfaction of charges which is yet to be registered with the Registrar of Company beyond the statutory period.

ix) The Company has complied with the requirements with respect to the number of layers as prescribed under section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.

x) Utilization of borrowed funds and share premium

1) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (intermediaries) with the understanding that the intermediaries shall:

a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or;

b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.

2) The Company has not received any funds from persons or entities, including foreign entities (Funding Parties) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;

b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.

xi) There have been no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the reporting period and previous reporting period in the tax assessments under the Income Tax Act, 1961.

xii) The Company has neither traded nor invested nor advanced in Crypto or Virtual Currency during the reporting period and previous reporting period.

**47 Contingent Liabilities**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| | ₹ | ₹ |
| **Contingent Liabilities** | | |
| a) Bank Guarantees given by the Company's Banker's towards the MSEDCL Security Deposits and Others | 413.13 | 373.54 |
| b) Bill discounted by the Company's Banker's under the Letter of Credit | 104.43 | 216.87 |
| c) Corporate Guarantee towards the credit facilities availed by Wholly Owned Subsidiary Company* | 3,400.00 | - |
| **Total...(₹)** | **3,917.57** | **590.41** |

* The Company has provided the corporate guarantee to the HDFC Bank Limited ("Lending Bank") towards the disbursement of term loans and working capital facilities availed by the MMP Electricals Private Limited, wholly owned subsidiary company. As at the date of Standalone Financial Statements, an amount of ₹ 3,400.00 Lakhs (Prev Year ` NIL) is outstanding to the lending banks, for which the Corporate Gurantee has been provided.

**48 Capital and Other Commitments**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| | ₹ | ₹ |
| **Capital Commitments** | | |
| Estimated amount of contracts remaining to be executed by the Company on Capital net of advanvce given and not provided for; | | |
| towards Property, Plants and Equipment | 350.75 | 191.08 |
| towards Other Intangible Assets | - | - |
| **Total Capital Commitments…(₹)(A)** | **350.75** | **191.08** |
| **Other Commitments** | | |
| Bill discounted and letter of credit issued by the Company's Bankers | 104.43 | 216.87 |
| For derivative contract related commitments | - | 196.90 |
| **Total Other Commitments…(₹)(B)** | **104.43** | **413.77** |
| **Total...(₹)(A + B)** | **455.18** | **604.85** |

**49 Corporate Social Responsibilities**

As per the Section 135 of the Companies Act, 2013, a company, meeting its applicability threshold, need to spend at least 2% of its average net profit for the immediately preceeding three financial year on Corporate Social Responsibilities (CSR) Activities. The area of CSR Activity are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects. A CSR Committee has been formed as per the requirement of the Companies Act, 2013. The funds has been adminstrated by the said Committee, once it is allocated to the Corpus for the purpose of CSR activities, prescribed under Schedule VII of the Companies Act, 2013.

a) Corporate Social Responsibilities required to be spent as per Section 135 of the Companies Act, 2013 read with the Schedule VII thereof, the Company during the reporting period ended at March 31, 2025, is ₹ 59.82 Lakhs (Prev Year ₹ 51.88 Lakhs).

b) Expenditure related to Corporate Social Responsibilities is ₹ 59.82 Lakhs out of those ₹ NIL commitments made previous financial period spent during the current financial period (Prev Year March 31, 2024, ₹ 51.88 Lakhs).

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| | ₹ | ₹ |
| **Corporate Social Responsibilities** | | |
| Other CSR Activities | 12.92 | 3.58 |
| Healths | 1.84 | 3.27 |
| Educations | 41.96 | 43.03 |
| Sports for Developments | 0.54 | - |
| Environments | 2.57 | 2.00 |
| **Total…(₹)** | **59.82** | **51.88** |

c) The Company has made the commitment for spending ₹ NIL (Prev Year ₹ NIL) towards Corporate Social Responsibilities to make the aggregate spending equivalents to at least two percent (2%) of the average net profit of the Company made during the three immediately preceeding financial year. No portion of CSR obligations for the current reporting period and previous reporting period has been expended towards any related party.

**50 Dividend**

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| | ₹ | ₹ |
| **Dividend** | | |
| Final Dividend paid on Equity Shares | 381.04 | 254.03 |
| **Total…(₹)** | **381.04** | **254.03** |

The Board of Director's of the Company has not declared any interim dividend during the current reporting period and previous reporting period. The Board of Directors, at its meeting held on May 24, 2024, had proposed a final dividend of ₹ 1.50 (One Rupee Fifty Paisa Only) per equity shares of the face value of ₹ 10 each for the financial period ended March 31, 2024. The proposal was approved by the shareholders at the Annual General Meeting (AGM) hold on August 28, 2024, and the same has resulted a cash outflow of amounting to ₹ 381.04 Lakhs.

**Proposed Dividend**

The Board of Director's at their meeting held on May 23, 2025, have recommended a payment of final dividend of ₹ 02.00 per Equity Share of the Face Value of ₹ 10 per Equity Share i.e. 20% of the Face Value of Equity Share for the financial period ended at March 31, 2025. The Company has proposed ₹ 508.06 Lakhs as a final dividend subject to the approval of shareholders at their ensuing Annual General Meeting (AGM) of the Company, hence it is not recognized as a "Liabilities" in the Standalone Financial Statements.

**51 Details of Hedge and Unhedged Exposures in Foreign Currency Denominated Monetary Items**

**A) Exposure in Foreign Currency - Hedged**

The Company enters into forward exchange contracts to hedge its foreign currency exposures relating to the underlying transactions and firm commitments. The Company does not enter into any of the derivative instruments for trading and speculation purposes during the reporting period and previous reporting period. The forward exchange contracts used for hedging of the foregin currency exposures and their outstanding as at the end of the reporting period are as follows:

| | Amount | Amount |
|---|---|---|
| | $ | ₹ |
| **Hedged Exposures** | | |
| Forward Contract to Sell USD ($) / (€) as at March 31, 2025 | - | - |
| Forward Contract to Buy USD ($) / (€) as at March 31, 2025 | - | - |
| Forward Contract to Sell EURO (€) as at March 31, 2024 | 0.82 | 73.64 |
| Forward Contract to Sell USD ($) as at March 31, 2024 | 1.48 | 123.26 |

**B) Exposure in Foreign Currency - Unhedged**

The foreign currency exposures which are not hedged during the reporting period and previous reporting period are as under:

**i) Payable during the Reporting Period**

| | Payable (In Foreign Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| **Foreign Currency - Unhedged** | | |
| USD ($) | 0.10 | - |
| EURO (€) | 4.43 | - |
| Other Foreign Currency | - | - |

| | Payable (In Indian Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| | ₹ | ₹ |
| **Foreign Currency - Unhedged** | | |
| USD ($) | 8.56 | - |
| EURO (€) | 409.38 | - |
| Other Foreign Currency | - | - |

**ii) Receivable during the Reporting Period**

| | Receivable (In Foreign Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| **Foreign Currency - Unhedged** | | |
| USD ($) | - | - |
| EURO (€) | 7.29 | - |
| Other Foreign Currency | - | - |

| | Receivable (In Indian Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| | ₹ | ₹ |
| **Foreign Currency - Unhedged** | | |
| USD ($) | - | - |
| EURO (€) | 673.13 | - |
| Other Foreign Currency | - | - |

**52 Event occurring after the Balance Sheet Date (Fire Incident at Plants)**

On April 11, 2025, at approximately 06.45 PM, a major explosion and fire break out in one section of Aluminium Powder divisions situated at Umred Plants. Swift and effective response by our emergency evacuation team, all the individuals present at the site were promptly evacuated. However, despite these efforts, we deeply regret to report the unfortunate loss of some of our valued workmen. Additionally, a few individually sustained minor injuries and are currently receiving appropriate medical attention. The Company's management is profoundly saddened by this tragic incident. We extend our heartfelt condolence to the families of the deceased and assure them of our unwavering support during this difficult time. We are also fully committed to ensuring the well-being and recovery of the injured. The Company stand united with their employees, their families, and the wider community during this moment of grief and are committed to providing every possible assistance.

Preliminary assessments indicate that certain part of the plants, building, equipment and inventories located at the site, sustained extensive damage and were destroyed in the incident. A detailed investigation is currently underway to determine the root cause of the explosion. The Company's management estimates the total losses to inventories, plants, building and equipment range between ₹ 15 Crore to ₹ 20 Crore. However, the Company has adequately covered its assets and inventories under a fire insurance policy and is in the process of filling an insurance claim for the losses incurred during the incident.

To minimize the impact on ongoing operations and customer commitments, the Company has partially shifted operations to its Bhandara Plant. The Company's management believes remain focused on gradually resuming normal business operation in the coming months to meet the customer demand to substantial extent. We are fully cooperating with the relevant authorities and will implement all the necessary steps to prevent such incidents in the near future.

**53 Disclosure pursuant to regulation 34(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 and Section 186 of the Companies Act, 2013**

Details of Loans and Advances in the nature of loans given to subsidiaries, associates and others are as follows:

| | Amount Outstanding As At 31.03.2025 | Maximum Outstanding during the period |
|---|---|---|
| | ₹ | ₹ |
| **Loans and Advance (Given)** | | |
| MMP Electricals Private Limited | 285.00 | 285.00 |

The above loans were given for the business activities of the recipients and the same have been so utilized by them. The loans are unsecured in nature and are repayable on demand basis.

Loans to employees (including directors) under various schemes of the Company have been considered to be outside the purview of disclosure requirements.

**Pursuant to Section 186 of the Companies Act, 2013:**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| | ₹ | ₹ |
| **Loans, Guarantees or Investments** | | |
| Loans Given | 285.00 | - |
| Guarantee Given | 3,400.00 | - |
| Investment made | 900.09 | 800.09 |

**54** The Code of Social Security, 2020 (the"Code") relating to employee benefits during employement and post - employment benefits has received the Presidential assent on September 28, 2020. The Code has been published in the Offical Gazzate of India. 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. Based on the preliminary assessment, the entity believes the impact of such changes will not be significant.

**55 Earnings Per Share**

(Amount ₹ in Lakhs, except earnings per share data)

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| | ₹ | ₹ |
| **Earnings Per Share** | | |
| **Net Profit / (Loss) after tax as per the Standalone Statement of Profit or Loss attributable to the holder of Equity Shares** | **3,334.13** | **2,442.32** |
| Nominal Value of Equity Shares (₹) | 10.00 | 10.00 |
| Weighted average number of Equity shares used as denominator for calculating the earnings per share | 2,54,02,613 | 2,54,02,613 |
| **Basic and Diluted Earnings Per Share...(₹)** | **13.13** | **9.61** |

**56** The Standalone Financial Statements are approved for issue by the Audit Committee at its meeting held on May 23, 2025, and by the Board of Directors on their meeting held on May 23, 2025.

**57** Previous years audited figures has been regrouped / recasted / rearranged wherever necessary to make them comparable for the purpose of preparation and presentation of Standalone Financial Statements.

**SIGNATURE TO THE NOTE "1" TO NOTE "57"**

**MATERIAL ACCOUNTING POLICIES 1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**
**For MANISH N JAIN & CO.**
**Chartered Accountants**
**FRN No.: 0138430W**

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: May 23, 2025
UDIN No.: **25175398BMIEIS2622**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: May 23, 2025

**Sd/-**
**MADHURA UBALE**
Company Secreatry

Place: Nagpur
Dated: May 23, 2025

## INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF,**
**MMP INDUSTRIES LIMITED**
**Report on the Audit of the Consolidated Financial Statements**

**Opinion**

We have audited the accompanying Consolidated Financial Statements of **MMP INDUSTRIES LIMITED** (hereinafter referred to as "the Parent") and its subsidiaries, (the Parent Company and its subsidiaries together referred to as "the Group"), which includes the Group's share of net profit / (loss) in its associates, which comprises the Consolidated Balance Sheet as at **March 31, 2025**, the Consolidated Statement of Profit and Loss (including the Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the subsidiaries and associates referred to in the "Other Matters" section below, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended, ("the Act") 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 consolidated state of affairs of the Group and its associates as at **March 31, 2025**, and their consolidated profit including total comprehensive income (losses), their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

**Basis of Opinion**

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group and its associates in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and audit evidence obtained by the other auditors in terms of their reports referred to in "Other Matters" paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated 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 Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters and to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatement of the Consolidated Financial Statements. The results of our audit procedures performed by us and performed by the other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the Parent's Management, including the procedures performed to address the matter below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

| The Key Audit Matters | How was the matter addressed in our Audit |
|---|---|
| **Revenue Recognition** ***(Refer Note No. 1.5.(d) and 29 of the Consolidated Financial Statements)*** | |
| Revenue is one of the key profit drivers and is therefore susceptible to misstatements. Revenue is measured in net of any discounts and rebates. Revenue from sale of products is considered as key audit matter as there is a risk of accuracy of recognition and measurement of sales in the Consolidated Financial Statements considering the following aspects: | Our audit procedures with regards to revenue recognition is a combination of internal controls and substantive procedures which included the following:<br>* Evaluated the design of internal control. |

| | |
|---|---|
| * Determination of performance obligation for recognition of revenue.<br>* Estimation of variable consideration in pricing.<br>* Cut-off is the key assertion in so far as revenue recognition is concerned, since an inappropriate cut-off can result in material misstatement of results for the periods. | * For evaluation of operating effectiveness of internal controls, tested revenue by verifying, on sample basis, agreements executed with the customers, relevant documentary evidence of satisfaction of performance obligation for timing of recognition of revenue, accuracy of revenue recognition including variable consideration included pricing, cut - off transactions at the year end and tax amount of the invoices.<br>* Performed substantive testing by verifying the sales invoice and other relevant documentary evidence on sample basis.<br>* Obtain the balance confirmation from selected samples and verified the reconciliation, if any, for the confirmation received.<br>* Evaluated the appropriateness of accounting policies, related disclosures made and overall presentation in the Consolidated Financial Statements. |
| **Existence and Valuation of Inventories** | |
| The Group's inventories as at the end of the reporting period are ₹ 13,489.31 Lakhs representing 24.57% of the Group's total assets. (Refer *"Note No. 10"* of the Consolidated Financial Statements)<br>The existence of the inventories is a key audit matters due to involvement of high risk, basis the nature and size of the products, where in value per unit is relatively insignificant but high volumes are involved, which are distributed across different plants of the Parent. | In response to these key matters, our audit included, among others, the following principal audit procedures:<br>* Understood the Parent's management's control over physical inventory counts and their valuation.<br>* Evaluation of design and testing of the operating effectiveness of internal controls relating to physical inventory counts at the plants. In testing these controls, we observed the inventory cycle count process on a sample basis, inspected the results of the inventory cycle count and confirmed that the variances were approved and appropriately accounted for.<br>* Evaluation of design and testing of the operating effectiveness of internal controls relating to purchases, sales and inventories including the automated controls.<br>* We have performed the physical verification of inventories on a sample basis for establishing the existence of inventory as at the end of the reporting period.<br>* For a representative sample, verification that the finished goods inventories were correctly measured, using a recalculation of the measurement of those inventories based on the cost of acquiring them from suppliers and considering the costs of directly attributable to such goods.<br>* Assessed the key estimates used by the Parent's management to determine the net realizable value and the consistency thereof with the Parent's policy on provision for non-moving inventory and performed a sensitivity analysis on the estimated selling price and compared with the cost per item. |

| Carrying Value of Trade Receivables | |
|---|---|
| As at March 31, 2025, trade receivables constitute approximately 16.30% of total assets of the Group (Refer *"Note No. 11"* of the Consolidated Financial Statements). The Parent is required to regularly assess the recoverability of its trade receivables.<br><br>The Parent applied, expected credit loss (ECL) model for measurement and recognition of impairment loss on trade receivables. The Parent uses a provision matrix to determine impairment loss allowances. The provision matrix is based on its historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.<br><br>This is a key audit matters as significant judgment is involved to establish the provision matrix. | Our audit procedures included, among other the followings:<br>* Evaluated the Parent's accounting policies pertaining to impairment of financial assets and assessed compliance with those policies in term of Ind AS - 109, *"Financial Instruments"*.<br>* Assessed and tested the design and operating effectiveness of the Parent's internal financial controls over provision for expected credit loss (ECL).<br>* Evaluated the Parent's management's assumption and judgment relating to various parameters, which included the historical default rates and business environment in which the entity operates for estimating the amount of such provision.<br>* Evaluated the Parent's management's assessment of recoverability of the outstanding receivables and recoverability of the overdue / aged receivables through inquiry with the Parent's management, and analysis of the collection trends in respect of receivables.<br>* Assessed and read the disclosures made by the Parent in the Consolidated Financial Statements. |

**Emphasis on Matters**

We draw attention to the "Note No. 54" of the Consolidated Financial Statements, which describes events subsequent to the year end, the effects of a fire in the Parent's production facilities. Since, this is the non-adjusting subsequent event, no adjustment has been made in the Consolidated Financial Statements for the period ended March 31, 2025. Our opinion is not modified in respect of these matters.

**Information Other than the Financial Statements and Auditor's Report thereon**

The Parent's Board of Directors are responsible for the other information. The other information comprises the information included in the Management's Discussion and Analysis, Board's Report including Annexure to the Board's Report, Report on Corporate Governance, Business Responsibility and Sustainability Report and Shareholder's information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information, compare with the separate financial statements of the subsidiaries and associates, audited by their auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of other auditors and consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries and associates is obtained from their separate financial statements audited by other auditors.

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

**Management's Responsibility for the Consolidated Financial Statements**

The Parent's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, the consolidated financial performance including the other comprehensive income / (losses), the consolidated cash flows and the consolidated changes in equity of the Group including its associates in accordance with the accounting principle generally accepted in India, including the Indian Accounting Standards (Ind AS) as specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, time to time. The respective Board of Directors of the Companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates 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 presentations of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the Consolidated Financial Statements by the directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Management's and the Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intend to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates are also responsible for overseeing the financial reporting process of the Group and of its associates.

**Auditor's Responsibilities for the Audit of Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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 Consolidated 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 controls.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Parent has adequate internal financial controls with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Parent's Management and Board of Directors.
- Conclude on the appropriateness of the Parent 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 ability of the Group and its associates 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 Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Standalone Financial Statements of such entities or business activities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities or business activities included in the Consolidated Financial Statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carries out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable users of the Consolidated Financial Statements

may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Statements of which we are the independent auditors, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

**Other Matters**

a) The audited financial information of one of the subsidiaries included in the Consolidated Financial Statements of the Group, whose financial information reflects the total assets of ` 1,038.75 Lakhs, total revenue of ` NIL and cash flows (net) amounting to ` 18.80 Lakhs for the year ended March 31, 2025, have been audited by us. Our conclusion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in term of section 143(3) of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on our audit report of the said entity.

b) We have not audited the standalone financial statements and other financial information of the associate companies, whose standalone financial statements have been audited by their respective auditors. The Consolidated Financial Statements include the Group's share of net profit / (loss) of ` 613.67 Lakhs and other comprehensive income / (loss) of ` (32.57) Lakhs for the year ended March 31, 2025, in respect of two of such associates. These amounts have been considered in the Consolidated Financial based solely on the audited standalone financial statements and other financial information have been audited by their respective auditors, whose report has been furnished to us by the Parent's management. Our opinion on the Consolidated Financial Statements, in so as far, as it relates to the amounts and disclosures included in respect of these associates, and our report in term of section 143(3) of the Act, in so far, as it relates to the aforesaid associates, is based solely on the report of other auditors.

Our opinion on the Consolidated Financial Statements above, and our report on the Other Legal and Regulatory Requirements below, is not modified in respect of above matters with respect to our reliance on the work done and the report of the other auditors.

**Report on Other Legal and Regulatory Requirements**

1. As required by section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors on their separate financial statements / financial information of the subsidiary, associate companies, incorporated in India, referred to in the Other Matters paragraph above, we report, to the extent applicable, 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 purposes of our audit of the aforesaid Consolidated Financial Statements.

   b. In our opinion, proper books of account as required by law relating to the preparation of the Consolidated Financial Statements has been kept by the Group and its associates, including relevant records, so far as it appears from our examination of those books and reports of the other auditors.

   c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Other Comprehensive Income / (Losses), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Reports are in agreement with the books of account maintained for the purpose of the preparation of the Consolidated Financial Statements.

   d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Indian Accounting Standards as specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, time to time.

e. On the basis of the written representation received from the directors of the Parent as on March 31, 2025, taken on the record by the Board of Directors of the Parent and based on the reports of the Statutory Auditors of the subsidiary and associate companies, incorporate in India, none of directors of the Group companies, its associate companies, incorporated in India, is disqualified as on March 31, 2025, from being appointed as a director in term of Section 164(2) of the Act.

f. With respect to adequacy of the internal financial controls with reference to these Consolidated Financial Statements and the operating effectiveness of such control, refer to our separate report in **Annexure "A"**, which is based on the auditor reports of the Parent, subsidiary, associate companies, incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls with reference to the Consolidated Financial Statements of those companies.

g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, time to time, in our opinion and to the best of our information and explanations given to us, the remuneration paid / provided by the Parent to its directors during the reporting period is in accordance with the provision of section 197 of the Act.

h. With respect to the other matters to be included in the Independent Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, time to time, in our opinion and to the best of our information and according to the explanations given to us;

(i) The Consolidated Financial Statements disclosed the impact of pending litigation on the consolidated financial positions of the Group and its associates, - Refer "Note No. 49" of the Consolidated Financial Statements.

(ii) The Group and its associates have made the necessary provisions, as required under the applicable law or the Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

(iii) There has been no delay in transferring the amounts required to be transferred to the Investor Education and Protection Fund by the Parent.

(iv) a) The respective Managements of the Parent, subsidiary and its associates, which are incorporated in India, whose financial statements, have been audited under the Act, have represented to us and to the other auditors of such associates respectively that, to the best of its knowledge and belief, as discloses in the notes to the accounts of the Consolidated Financial Statements, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed fund or share premium or any other sources or kind of funds) by the Parent or any of such subsidiary and associate companies included in the Group, to or in any other person or entities, including the foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Parent and any of such subsidiary and associate companies included in the Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

b) The respective Managements of the Parent, subsidiary and its associates, which are incorporated in India, whose financial statements, have been audited under the Act, have represented to us and to the other auditors of such subsidiary and associate respectively, that, to the best of its knowledge and belief, as disclosed in notes to the accounts of the Consolidated Financial Statements, no funds (which are material either individually or in the aggregate) have been received by the Parent and any of such subsidiary and associates included in the Group, from any person or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Parent and any of such subsidiary and associate included in the Group shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the other auditors of the associate companies include in the Group, which are incorporated in India, whose financial statements audited under the Act, nothing has come to our or other auditors notice that has caused us and other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) As stated in "Note No. 52" to the Consolidated Financial Statements:

a) The final dividend proposed in the previous year, declared and paid by the Parent, subsidiary and associates, which are incorporated in India, whose financial statements have been audited under the Act, where applicable, during the reporting period is in accordance with section 123 of the Act, as applicable.

b) During the reporting period and until the date of this report, the Parent, subsidiary and associates, which are incorporated in India, whose financial statements have been audited under the Act, where applicable, has not declared or paid any interim dividend in accordance with section 123 of the Act, as applicable.

c) The Board of Directors of the Parent, subsidiary and associates, which are incorporated in India, whose financial statements have been audited under the Act, where applicable has proposed the final dividend for the period, which is subject to the approval of the shareholders at their ensuing Annual General Meeting (AGM). The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

(vi) Based on our examination, which included test check, and based on the other auditors of its associate companies, which have been incorporated in India, whose financial statements have been audited under the Act, the Parent, its subsidiaries and its associate, which are incorporated in India, has used accounting software for maintaining their respective books of accounts for the financial period ended March 31, 2025, which has a feature of recording audit trail (edit log) facilities and the same has operated throughout the period for all the relevant transactions recorded in the software. Further, during the course of audit, we and respective other auditors, whose report have been furnished to us by the Management of Parent, have not come across any instances of the audit trail feature being tampered with.

Additionally, where the audit trail (edit log) facility was enabled and operated in the previous year, the audit trail has been preserved by the Parent and above referred associate companies, which are incorporated in India, as per the statutory requirements for record retention.

2. With respect to the matters specified in clause (xxi) of the paragraph 3 and paragraph 4 of the Companies (Auditors Report) Order, 2020, ("the Order"), issued by the Central Government, in terms of section 143(11) of the Act, according to information and explanations given to us and based on the CARO reports issued by us and the auditors of the respective companies included in the Consolidated Financial Statements to which reporting under CARO is applicable, as provided to us by the Parent's management, we report that, there are no qualification or adverse remarks by the respective auditors in the CARO reports of the said companies included in the Consolidated Financial Statements.

For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No. 0138430W

Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

**ARPIT AGRAWAL**
Partner
Membership No. 175398

## ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1(f) under "Report on the Other Regulatory Requirements" section of our report of even date)

**Report on the Internal Financial Controls with reference to Consolidated Financial Statements over the Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the Consolidated Financial Statements of the Group as of for the year ended **March 31, 2025,** we have audited the internal financial controls with reference to these Consolidated Financial Statements of **"MMP INDUSTRIES LIMITED"** (the "Parent"), its subsidiary companies, and its associate companies, which are incorporated in India, (herein after the Parent and its subsidiary companies together referred to as "the Group"), as of that date.

**Management's Responsibility for Internal Financial Controls**

The respective Company's Management and the Board of Directors of the Parent, its subsidiary and its associate companies, which are incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to the Consolidated Financial Statements based on the internal control with reference to the Consolidated Financial Statements criteria established by the respective Companies 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 (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 internal financial controls with reference to the Consolidated Financial Statements of the Parent, subsidiary and associate companies, which are incorporated in India, 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable, to an audit of internal financial controls with reference to the Consolidated Financial Statements. 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 with reference to the Consolidated Financial Statements 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 with reference to the Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to the Consolidated Financial Statements, 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 auditors' judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, and audit evidence obtained by the other auditors of the associate companies included in the Group, which are incorporated in India, in term of their report referred to in Other Matters paragraph below, is sufficient and appropriate to provide the basis for our audit opinion on the internal financial controls with reference to the Consolidated Financial Statements of the Parent, its subsidiary and its associate companies, which are incorporated in India.

**Meaning of Internal Financial Controls Over Financial Reporting**

A Company's internal financial controls with reference to the Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial controls with reference to the Consolidated Financial Statements 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 Consolidated Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Consolidated Financial Statements.

**Inherent Limitations of Internal Financial Controls over the Financial Reporting**

Because of the inherent limitations of internal financial controls with reference to the Consolidated Financial Statements, 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 with reference to the Consolidated Financial Statements to future periods are subject to the risk that the internal financial controls with reference to the Consolidated Financial Statements 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, to the best of our information and according to the explanation given to us and based on the consideration of the reports of the other auditors referred to in Other Matters below, the Parent, it subsidiary and its associate companies, which are incorporated in India, have, in all material respects, an adequate internal financial controls with reference to the Consolidated Financial Statements and such internal financial controls with reference to the Consolidated Financial Statements were operating effectively as at **March 31, 2025**, based on the criteria for internal financial control with reference to the Consolidated Financial Statements established by the respective companies included in the Group, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

**Other Matters**

Our aforesaid report, under section 143(3)(i) of the Act, on the adequacy and operating effectiveness of internal financial controls with reference to the Consolidated Financial Statements, in so far as it relates to two of the associate companies, which are incorporated in India, on their separate financial statements is based solely on corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of the above matters.

For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No. 0138430W

**ARPIT AGRAWAL**
Partner
Membership No. 175398

Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

## Consolidated Balance Sheet as at March 31, 2025

(₹ in Lakhs)

| S. No. | Particulars | Note | As At 31.03.2025 | As At 31.03.2024 |
|---|---|---|---|---|
| A | **ASSETS** | | | |
| 1 | **Non - Current Assets** | | | |
| | Property, Plants and Equipment | 2 | 22,250.36 | 18,250.78 |
| | Other Intangible Assets | 3 | 7.10 | 14.07 |
| | Capital Work-in-Progress | 4 | 2,840.66 | 2,748.38 |
| | Financial Assets | | | |
| | Investments | 5 | 4,767.81 | 4,236.62 |
| | Loans | 6 | 17.55 | 7.97 |
| | Other Financial Assets | 7 | 609.53 | 621.53 |
| | Other Non - Current Assets | 8 | 328.30 | 192.53 |
| | Current Tax Assets (Net) | 9 | 78.66 | - |
| | **Total Non - Current Assets** | | **30,899.97** | **26,071.88** |
| 2 | **Current Assets** | | | |
| | Inventories | 10 | 13,489.31 | 11,099.96 |
| | Financial Assets | | | |
| | Trade Receivables | 11 | 8,951.40 | 5,706.17 |
| | Cash and Cash Equivalents | 12A | 1,095.22 | 37.23 |
| | Other Balances with Banks | 12B | 2.88 | 1.93 |
| | Loans | 13 | 16.48 | 15.05 |
| | Other Financial Assets | 14 | 102.67 | 66.69 |
| | Other Current Assets | 15 | 345.13 | 501.11 |
| | **Total Current Assets** | | **24,003.10** | **17,428.15** |
| | **Total Assets** | | **54,903.07** | **43,500.03** |
| B | **EQUITY AND LIABILITIES** | | | |
| a) | **EQUITY** | | | |
| | Equity Share Capital | 16 | 2,540.26 | 2,540.26 |
| | Other Equity | 17 | 29,803.94 | 26,358.94 |
| | | | **32,344.20** | **28,899.20** |
| b) | **LIABILITIES** | | | |
| 1 | **Non - Current Liabilities** | | | |
| | Financial Liabilities | | | |
| | Borrowings | 18 | 3,213.91 | 1,337.29 |
| | Long - Term Financial Liabilities | 19 | 60.63 | 34.01 |
| | Deferred Tax Liabilities (Net) | 20 | 1,552.00 | 1,070.73 |
| | Long - Term Provisions | 21 | 291.23 | 279.31 |
| | Other Non - Current Liabilities | 22 | 131.03 | 140.82 |
| | **Total Non - Current Liabilities** | | **5,248.80** | **2,862.16** |
| 2 | **Current Liabilities** | | | |
| | **Total Non - Current Assets** | | | |
| | Borrowings | 23 | 12,411.50 | 7,985.08 |
| | Trade Payables | | | |
| | Total Outstanding dues to Micro Enterprises and Small Enterprises | 24 | 832.28 | 700.31 |
| | Total Outstanding dues of Creditors other than to Micro Enterprises and Small Enterprises | 24 | 1,880.42 | 1,624.13 |
| | Other Current Liabilities | 26 | 269.40 | 269.96 |
| | Short - Term Provisions | 27 | 136.73 | 87.31 |
| | Current Tax Liabilities (Net) | 28 | - | 30.93 |
| | **Total Current Liabilities** | | **17,310.08** | **11,738.68** |
| | **Total Equity and Liabilities** | | **54,903.07** | **43,500.03** |

**MATERIAL ACCOUNTING POLICIES** 1

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**

**Sd/-**
For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No.: 0138430W
**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901
**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: **May 23, 2025**

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934
**Sd/-**
**MADHURA UBALE**
Company Secretary

Place: Nagpur
Dated: **May 23, 2025**

## Consolidated Statement of Profit and Loss for the Period ended on March 31, 2025

(Amount ₹ in Lakhs, except earnings per share data)

| S. No. | Particulars | Note | 2024-25 | 2023-24 |
|---|---|---|---|---|
| **I** | **INCOME** | | | |
| 1 | Revenue from Operations | 29 | 69,185.99 | 57,854.35 |
| 2 | Other Income | 30 | 104.63 | 134.14 |
| **II** | **Total Income (Total of 1 to 2)** | | **69,290.62** | **57,988.49** |
| **III** | **EXPENSES** | | | |
| 1 | Cost of Materials Consumed | 31 | 55,543.77 | 46,380.57 |
| 2 | Purchase of Trading Stock | | 8.39 | 18.72 |
| 3 | Changes in Inventories of Finished Goods, Work-in-Progress and Trading Stock | 32 | (2,069.76) | (1,342.11) |
| 4 | Employee Benefits Expense | 33 | 4,395.32 | 3,863.04 |
| 5 | Finance Costs | 34 | 1,019.27 | 684.30 |
| 6 | Depreciation and Amortization Expenses | 35 | 970.55 | 796.35 |
| 7 | Other Expenses | 36 | 4,925.60 | 4,312.17 |
| **IV** | **Total Expenses (Total of 1 to 7)** | | **64,793.13** | **54,713.05** |
| **V** | **Profit Before Exceptional Item and Tax (II - IV)** | | **4,497.49** | **3,275.45** |
| | Exceptional Items | | - | - |
| **VI** | **Profit Before Tax (PBT) and Before Share of Profit / (Loss) in Associates** | | **4,497.49** | **3,275.45** |
| **VII** | Share of Profit / (Loss) in Associates | | 613.67 | 721.66 |
| **VIII** | **Profit Before Tax (PBT) (VI + VII)** | | **5,111.17** | **3,997.10** |
| **IX** | **Tax Expenses** | | | |
| 1 | Current tax | 20 | 739.42 | 612.67 |
| 2 | Deferred tax | 20 | 484.20 | 220.46 |
| **X** | **Total Tax Expenses (Total of 1 to 2)** | | **1,223.62** | **833.13** |
| **XI** | **Profit After Tax (PAT) (VI - VIII)** | | **3,887.55** | **3,163.97** |
| **XII** | **Other Comprehensive Income / (Loss)** | | | |
| | **A) Items that will not be reclassified to the Statement of Profit and Loss** | | | |
| | a) i) Remeasurement of the defined benefit plans | | (31.86) | (19.66) |
| | ii) Income tax expenses on the above | | 8.02 | 4.95 |
| | b) i) Net fair value gain / (loss) on investment in equity instruments through Other Comprehensive Income | | - | (0.03) |
| | ii) Income tax expenses on the above | | - | 0.01 |
| | c) Share of Other Comprehensive Income in Associates (Net of Income tax expenses) | | (32.57) | 290.32 |
| | **B) Items that will be reclassified subsequently to the Statement of Profit and Loss** | | | |
| | a) i) Net fair value gain / (loss) on investments in debt instruments through Other Comprehensive Income | | - | - |
| | ii) Income tax expenses on the above | | - | - |
| **XIII** | **Total Other Comprehensive Income** | | **(56.41)** | **275.58** |
| **XIV** | **Total Comprehensive Income for the year (IX + XI)** | | **3,831.13** | **3,439.55** |
| **XV** | **Earnings per Equity Share** | | | |
| | **Basic (In ₹)** | **56** | **15.30** | **12.46** |
| | **Diluted (In ₹)** | **56** | **15.30** | **12.46** |

**MATERIAL ACCOUNTING POLICIES** **1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**

**Sd/-**
For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No.: 0138430W
**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901
**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: **May 23, 2025**

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934
**Sd/-**
**MADHURA UBALE**
Company Secretary

Place: Nagpur
Dated: **May 23, 2025**

## Consolidated Statement of Cash Flows for the Year then ended March 31, 2025 (₹ in Lakhs)

| S. No. | Particulars | 31.03.2025 (₹) | 31.03.2024 (₹) |
|---|---|---|---|
| A) | **Cash Flow from Operating Activities** | | |
| | **Net Profit / (Loss) Before Tax for the year as per the Consolidated Statement of Profit and Loss** | **5,111.17** | **3,997.10** |
| | Adjustments For: | | |
| | Depreciation and Amortization Expenses | 970.55 | 796.35 |
| | Interest Income | (16.04) | (29.36) |
| | Rental Income | (15.00) | (15.00) |
| | Dividend Income | - | (0.01) |
| | Finance Costs | 1,019.27 | 684.30 |
| | Share of Profit / (Loss) in Associates | (613.67) | (721.66) |
| | Subsidy or Grants for Property, Plants and Equipment (Net) | (9.79) | (9.60) |
| | (Surplus) / Loss on Disposal of Property, Plants and Equipment | 11.37 | 4.40 |
| | (Surplus) / Loss on Disposal of Investments | - | (0.10) |
| | EIR on Employee Loans | (0.17) | (0.10) |
| | Provision for Unsecured Doubtful Debts and Advances | 54.15 | 160.95 |
| | **Operating Profit before Working Capital Changes** | **6,511.83** | **4,867.28** |
| | Adjustments For: | | |
| | (Increase) / Decrease in Trade Receivables | (3,238.97) | (1,137.17) |
| | (Increase) / Decrease in Other Financial Assets | (84.39) | 68.43 |
| | (Increase) / Decrease in Loans | (10.84) | 9.34 |
| | (Increase) / Decrease in Inventories | (2,389.35) | (2,484.31) |
| | (Increase) / Decrease in Other Current Assets | 155.97 | (21.50) |
| | Increase / (Decrease) in Short - Term Borrowings | 4,426.41 | 2,677.74 |
| | Increase / (Decrease) in Trade Payables | 388.26 | 636.87 |
| | Increase / (Decrease) in Financial Liabilities | 740.09 | (38.78) |
| | Increase / (Decrease) in Other Current Liabilities | (0.56) | 93.58 |
| | Increase / (Decrease) in Provisions | 29.47 | (10.02) |
| | **Cash Generated from Operating Activities** | **6,527.93** | **4,661.45** |
| | Income Tax Paid (Net of Refund) | (849.19) | (386.43) |
| | **Net Cash Generated / (Used) from Operating Activities** | **5,678.74** | **4,275.02** |
| **B)** | **Cash Flow from Investing Activities** | | |
| | Investment in Property, Plants and Equipment (Net of Disposal) | (4,974.53) | (3,078.11) |
| | (Increase) / Decrease in Capital Work-in-Progress | (92.28) | (1,285.85) |
| | (Increase) / Decrease in Non - Current Investments | 49.91 | 0.45 |
| | Subsidy / Grant for Property, Plants and Equipment (Net) | - | 3.93 |
| | Capital Advances | (135.59) | 131.62 |
| | Liabilities towards Capital Expenditures | 24.38 | 10.15 |
| | Interest Income | 16.04 | 29.36 |
| | Rental Income | 15.00 | 15.00 |
| | Dividend Income | - | 0.01 |
| | **Net Cash Generated / (Used) from Investing Activities** | **(5,097.07)** | **(4,173.45)** |

| | | | |
|---|---|---|---|
| **C)** | **Cash Flow from Financing Activities** | | |
| | Proceeds from Fresh Issue of Equity Shares | - | - |
| | Proceeds / (Repayments) from Non - Current Borrowings | 1,876.63 | 671.45 |
| | Finance Costs | (1,019.27) | (684.30) |
| | Dividend Paid | (381.04) | (254.52) |
| | **Net Cash Received / (Used) from Financing Activities** | **476.32** | **(267.37)** |
| **(D)** | **Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)** | **1,057.99** | **(165.80)** |
| **(E)** | Cash and Cash Equivalents at the beginning of the period | 37.23 | 203.03 |
| **(F)** | Cash and Cash Equivalents at the end of the period | 1,095.22 | 37.23 |
| **(G)** | **Increase / (Decrease) in Cash and Cash Equivalents (G = F - E)** | **1,057.99** | **(165.80)** |

**Note:**

**b) Cash and Cash Equivalents Comprises of:**

(₹ in Lakhs)

| S. No. | Particulars | 31.03.2025 ₹ | 31.03.2024 ₹ |
|---|---|---|---|
| 1 | Balances with Banks | | |
| | i) Current Accounts | 1,090.00 | 34.24 |
| 2 | Cash-in-Hand | 5.22 | 2.98 |
| **3** | **Cash and Cash Equivalents (Total of 1 to 2)** | **1,095.22** | **37.23** |

**MATERIAL ACCOUNTING POLICIES** **1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**

**Sd/-**
For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No.: 0138430W
**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901
**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: **May 23, 2024**

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934
**Sd/-**
**MADHURA UBALE**
Company Secretary

Place: Nagpur
Dated: **May 23, 2025**

## Consolidated Statement of Changes in Equity for the Year then ended on March 31, 2025

**A) Equity Share Capital** (₹ in Lakhs)

| | 31.03.2025 ₹ | 31.03.2024 ₹ |
|---|---|---|
| **Equity Share Capital** | | |
| **Balance at the beginning of the reporting period…(₹)** | **2,540.26** | 2,540.26 |
| Changes in Equity Share capital due to prior period errors | - | - |
| **Restated balances at the beginning of the current reporting period…(₹)** | **2,540.26** | 2,540.26 |
| Changes in Equity Share capital during the reporting period | - | - |
| **Balance at the end of the reporting period…(₹)** | **2,540.26** | 2,540.26 |

**B) Other Equity** (₹ in Lakhs)

| | Reserves and Surplus | | | Item of OCI | | | Total Other Equity |
|---|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Instruments through OCI | Remeasurement of Defined Benefits Plan | Share of OCI in Associates | |
| | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ |
| **Balance as at April 01, 2023 (A)** | **40.32** | **6,789.49** | **16,365.71** | **0.03** | **16.77** | **(38.90)** | **23,173.41** |
| **Addition made during the reporting period** | | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,163.97 | - | - | - | **3,163.97** |
| Adjustment made during the reporting period | - | - | - | - | - | - | **-** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (14.71) | - | (14.71) |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | (0.03) | - | - | (0.03) |
| Share of OCI in Associates (Net of taxes) | - | - | - | - | - | 290.32 | 290.32 |
| **Total Comprehensive Income for the year 2023 - 2024 (B)** | **-** | **-** | **3,163.97** | **(0.03)** | **(14.71)** | **290.32** | **3,439.55** |
| **Reduction made during the reporting period** | | | | | | | |
| Final Dividend (Refer "Note No. 52") | - | - | 254.03 | - | - | - | **254.03** |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **254.03** | **-** | **-** | | **254.03** |
| **Balance as at March 31, 2024 (D) = (A + B - C)** | **40.32** | **6,789.49** | **19,275.66** | **-** | **2.06** | **251.42** | **26,358.94** |
| **Addition made during the reporting period** | | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,887.55 | - | - | - | **3,887.55** |
| Adjustment made during the reporting period | - | - | (15.90) | - | 10.81 | - | **(5.10)** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | **-** | **-** | **-** | - | (23.84) | - | **(23.84)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | **-** | **-** | **-** | - | - | - | **-** |
| Share of OCI in Associates (Net of taxes) | **-** | **-** | **-** | - | - | (32.57) | **(32.57)** |
| **Total Comprehensive Income for the year 2024 - 2025 (E)** | **-** | **-** | **3,871.64** | **-** | **(13.03)** | **(32.57)** | **3,826.04** |
| **Reduction made during the reporting period** | | | | | | | |
| Final Dividend (Refer "Note No. 52") | **-** | **-** | **381.04** | **-** | **-** | | **381.04** |
| **Total reductions made during the reporting period (F)** | - | - | 381.04 | - | - | | **381.04** |
| **Balance as at March 31, 2025 (G) = (D + E - F)** | **40.32** | **6,789.49** | **22,766.26** | **-** | **(10.98)** | **218.84** | **29,803.94** |

**MATERIAL ACCOUNTING POLICIES** **1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**

**Sd/-**
For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No.: 0138430W
**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398
Place: Nagpur
Dated: **May 23, 2025**
UDIN No.: **25175398BMIEJE8285**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901
**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: **May 23, 2024**

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934
**Sd/-**
**MADHURA UBALE**
Company Secretary

Place: Nagpur
Dated: **May 23, 2025**

## Notes to the Consolidated Financial Statements for the year then ended on March 31, 2025

**Group's Information**

The Consolidated Financial Statements comprise financial statements of MMP Industries Limited (the "Parent") and its subsidiaries (collectively referred to as the "Group") and includes share of profit of the associates for the period ended March 31, 2025.

The Parent is a Public Limited Company, domiciled and incorporated in India, under the provisions of Companies Act, 1956. The Registered office of the Parent is situated at *211, Shrimohini Complex, 345, Kingsway, Nagpur, (M.H.) - 440001*. The books of accounts and other related documents and information are maintained at "*B - 24, MIDC Area, Hingna Industrial Estate, Hingna Road, Nagpur (M.H.) – 440016"*. The Parent's shares are listed on *"National Stock Exchange"* (NSE).

The Group is primarily engaged in the business of manufacturing, selling, distribution and trading of Aluminium Powder, Aluminium Pyro and Flake Powder, Aluminium Paste, Aluminium Conductor, Aluminium Foils and Insulators. The Group is also engaged in trading and manufacturing of MnO and MnO2 Powder.

The Parent's Board of Directors approved the Consolidated Financial Statements for the year ended March 31, 2025, and authorized for issue on May 23, 2025.

### 1. MATERIAL ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

**MATERIAL ACCOUNTING POLICIES**

### 1.1 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

These Consolidated Financial Statements are the separate financial statements of the Parent (also called as the "Consolidated Financial Statements") prepared in accordance with Indian Accounting Standard ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") read together with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standard) Rule, 2016, as amended, time to time. The preparation and presentation of the Consolidated Financial Statements is based on the Indian Accounting Standards (Ind AS), Division - II of the Schedule - III of the Companies Act, 2013.

Entity specific disclosure of material accounting policies, where the Indian Accounting Standards permits options are disclosed hereunder:

The Parent's management and the respective Board of Directors included in the Group has assessed the materiality of the accounting policy information, which involves exercising judgements and considering both qualitative and quantitative factors, taking into account not only the size and nature of the items or conditions but also the characteristics of the transactions, events or conditions that could make the information more likely to impact the decisions of the users of the Consolidated Financial Statements.

Entity's conclusion that an accounting policy is immaterial does not affect the disclosures requirements set out in the Indian Accounting Standards.

The Parent has adopted Ind AS from April 01, 2018. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policies hitherto adopted. These Consolidated Financial Statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants at the measurement date.

The Consolidated Statement of Cash Flows has been prepared under indirect method, whereby the profit and loss are adjusted for the effect of transactions of a non-cash nature, any deferrals and accruals or future operating cash receipts or payments and items of income and expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Parent are segregated. The Parent considers all highly liquid instruments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents.

The Parent's Consolidated Financial Statements are prepared and presented in Indian Rupee (`) in Lakhs, which is also the functional currency for the Parent. All amounts have been rounded off to the nearest (`) in Lakhs up to two decimals, except when otherwise specified.

**1.2 PRINCIPLE OF CONSOLIDATION**

The Consolidated Financial Statements of the **MMP INDUSTRIES LIMITED** comprise the Standalone Financial Statements of the MMP Industries Limited ("the Parent"), its subsidiary and associate companies (collectively referred to as "the Group") as at March 31, 2025.

The Parent consolidates all the entities when it owns or controls it. Control exists when the Parent has power over an entity, is exposed, or has rights, to variable returns from its involvement with the equity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights, that give the ability to direct relevant activities which significantly affect the entity's returns.

**Subsidiary Companies**

Subsidiaries are consolidated, when the Parent, directly or indirectly, obtains control over the subsidiary and ceases when the Parent, directly or indirectly, loses controls of the subsidiary. Income and expenses of subsidiary acquired are included in the Consolidated Profit and Loss from the date the Parent, directly or indirectly, gains control until the date when the Parent, directly or indirectly, ceases to control the subsidiary.

The consolidation of accounts of the Company with its subsidiary has been prepared in accordance with Ind AS - 110, *"Consolidated Financial Statements"*. The financial statements of the Parent and its subsidiary are combined on line-by-line basis and intra group balances, intra group transactions and unrealized profits or losses are fully eliminated. Ind AS - 12, *"Income Tax"* applies to temporary differences that arise from elimination of profits and losses resulting from intragroup transactions.

Profit or loss and other comprehensive income / (losses) are attributed to the owners of the Parent and to the non-controlling interest, shown separately in the Consolidated Financial Statements. Non-controlling interest represents that part of the total comprehensive income / (losses) and net assets of subsidiary, attributable to the interest, which is not owned, directly or indirectly, by the Parent.

The gain / (losses) in respect of part divestment / dilution of stack in subsidiary companies not resulting ceding of the controls, are recognized directly in Other Equity attributable to the owners of the Parent, in the Consolidated Financial Statements of the Group. The gain / (losses) in respect of divestment of stack resulting in ceding of controls in subsidiary companies are recognized in the Statement of Profit and Loss. The investments representing the interest retained in the former subsidiary, if any, is initially recognized at its fair value with the corresponding effect recognized in the Statement of Profit and Loss, as at the date of control is ceded. Such retained interest is subsequently accounted as Investment in subsidiary and associate companies or as a financial asset.

**Associate Companies**

An associate is an entity over which the Parent has significant influence. Significant influence is the power to participate in the financial and operating policy decision of the investee but is not control and joint control over the policies.

The resulting assets and liabilities of the associate companies are incorporated in consolidated financial statements using the *"Equity Method of Accounting"*. Under the Equity method, an investment in associates is initially recognized at cost. The carrying amount of the investments is adjusted to recognize changes in the Group's share of net assets of the associates since the acquisition date. The consolidated statement of profit and loss reflects the Group's share of the result of the operations of the associates. Any changes in the other comprehensive income / (losses) of those investees is presented as a part of the Group's Other Comprehensive Income. In addition, when there has been a change recognized directly in the equity of the associates, the Group recognizes its share of any changes, when applicable, in the consolidated statement of changes in equity.

If Group's share of losses of an associate equal or exceeds its interest in the associate (which includes any long-term interest that, in substance, form part of the Group's net investments in the associates), the Group discontinues recognizing its share of further losses. Additional losses are recognized only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of an associate. If the associates subsequently report profits, the Group resumes recognizing its share of those profits only after its share of the profits equals the share of losses not recognized.

The aggregate of the Group's share of profit and loss of an associate is shown on the face of the consolidated statement of profit and loss.

After the application of equity method, the Group determines, whether it is necessary to recognize an impairment loss on its investment in its associates. At each reporting period, the Group's determines, whether there is objective evidence that

the investment in the associate is impaired. If there exists such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of associate and it's carrying value, and then recognizes the loss in the consolidated statement of profit and loss. Upon the loss of significant influence over the associate companies, the Group measures and recognizes any retained investments at fair value. Any difference between the carrying amount of the associates upon the loss of significant influence and fair value of the retained investments less cost to sell is recognized in the consolidated statements of profit and loss.

Consolidated Financial Statements are prepared using the uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Parent's separate financial statements, unless stated otherwise. If a member of the Group uses accounting polices other than those adopted in the Consolidated Financial Statements for like transactions and other events in the similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the Consolidated Financial Statements to ensure the conformity with the Group's accounting policies.

The Standalone Financial Statements of all entities included in the Group, which are used for the purpose of consolidation, are drawn up to the same reporting period as that of the Parent i.e. year ended March 31, 2025. When the reporting period of the Parent is different from that of its subsidiary and associate companies, for consolidation purpose, additional financial information as of the same date as the financial statements of the Parent to enable the Parent Company to consolidate the financial information of the said subsidiary and associate companies, unless it is impracticable to do so.

The list of subsidiary and associate companies which are included in the consolidation and the Group's therein are as under:

| S. No. | Name of the Company | Nature of the Company | 31.03.2025 | 31.03.2024 | Country of Incorporation |
|---|---|---|---|---|---|
| | | | Ownership in percentage either through directly or indirectly | | |
| 1. | MMP Electricals Private Limited | Wholly Owned Subsidiary Company | 100.00% | -- | India |
| 2. | Star Circlips and Engineering Limited | Associate Company | 26.06% | 26.06% | India |
| 3. | Toyal MMP India Private Limited | Associate Company | 26.00% | 26.00% | India |

**1.3 APPLICATION OF NEW ACCOUNTING PRONOUNCEMENTS**

Ministry of Corporate Affairs (the "MCA") notifies the new standards or amendments to the existing standards under the Companies (Indian Accounting Standard) Rule, as issued from time to time. For the period ended March 31, 2025, MCA has notified amendments to Ind AS - 116, *"Lease"*, relating to the sale and leaseback transactions, which is applicable to the Group w.e.f. April 01, 2024. The Group has reviewed the new pronouncements and based on its evaluation has determined that it is not likely to have any significant impact in its Consolidated Financial Statements.

**1.4 CURRENT AND NON-CURRENT CLASSIFICATION**

The Parent presents the assets and liabilities in the balance sheet based on current / non-current classification. An asset or liabilities are classified as current when it satisfies any of the following criteria:

i) The assets / liabilities are expected to be realized / settled in the Parent's normal operating cycle.

ii) The assets are intended for sales or consumption.

iii) The assets / liabilities are held primarily for the purpose of trading.

iv) The assets / liabilities are expected to be realized /settled within twelve months after the end of reporting date.

v) The assets are cash or cash equivalents unless they are restricted from being exchanged or used to settle liabilities for at least twelve months after the reporting period.

vi) In the case of liabilities, the Parent does not have an unconditional right to defer the settlement of the liabilities for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current / non-current classification of assets and liabilities, the Parent has ascertained its operating cycle as twelve months (12 months). This is based on the nature of services and the time between the acquisition of the assets or inventories for processing and their realization in cash and cash equivalents.

**1.5 SUMMARY OF MATERIAL ACCOUNTING POLICIES**

**a) Property, Plant and Equipment**

**Measurement at Recognition**

An item of property, plant and equipment that qualifies as an asset is measured on the initial recognition at cost. Following the initial recognition, item of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses, *if any*. The Parent identifies and determines cost of each part of an item of property, plant and equipment separately, if the part has a cost which is significant to the total cost of that item of property, plant and equipment and has useful life that is materially different from that of the remaining items.

The cost of an item of property, plant and equipment comprises of its purchase price net of discounts, if any, including import duties and other non-refundable purchase taxes or levies, directly attributable to cost of bringing the assets to its present location and working condition for its intended use and the initial estimate of decommissioning, restoration, and similar liabilities, *if any*. Cost includes the cost of replacing a part of the plants and equipment if the recognition criteria are met. Expenses directly attributable to new manufacturing facilities during its construction period are capitalized if the recognition criteria are met. Expenditure related to plans, designs and drawings of buildings or plants and machinery are capitalized under the relevant heads of property, plant and equipment, if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at periodical intervals, the Parent recognizes such parts as individual assets with specific useful lives and depreciates them accordingly.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Parent and the cost of the item can be measured reliably. The carrying amount of any components accounted for as a separate asset is de-recognized when replaced.

All the costs, including administrative, financing and general overhead expenses, as are specifically attributable to construction of a specific projects or to the acquisition of a property, plant and equipment or bringing it to its present location and working condition, is include as a part of the cost of construction of the project or as a part of the cost of property, plant and equipment, till the commencement of its commercial production. Any adjustments arising from exchange rate variations attributable to the property, plant and equipment are capitalized as aforementioned.

Borrowing costs relating to the acquisition / construction of property, plant and equipment which takes the substantial period of time to get ready for its intended use are also included in the cost of property, plant and equipment / cost of constructions to the extent they relate to the period till such property, plant and equipment are ready to be put to use.

Any subsequent expenditure related to an item of property, plant and equipment is added to its book value only and only if it increases the future economic benefits from the existing assets beyond its previously assessed standard of performance.

Any items such as spare parts, stand-by equipment and servicing equipment that meet definitions criteria of the property, plant and equipment are capitalized at cost and depreciated over the useful life of the respective property, plant and equipment. Cost is in the nature of repairs and maintenances are recognized in the Consolidated Statement of Profit and Loss as and when incurred.

**Capital Work-in-Progress and Capital Advances**

Cost of property, plant and equipment not ready for intended use, as at the Consolidated Balance Sheet date, is shown as a *"Capital Work-in-Progress"*. The capital work-in-progress is stated at cost. Any expenditure in relation to survey and investigation of the properties is carried out as capital work-in-progress, such expenditure is either capitalized as cost of the projects on completion of construction project or the same is expensed in the period in which it is decided to abandon such projects. Any advances given towards acquisition of property, plant and equipment outstanding at each Consolidated Balance Sheet date is disclosed as *"Other Non - Current Assets"*.

The Parent has elected to consider the carrying value of all its property, plants and equipment appearing in its Consolidated Financial Statements and used the same as deemed cost in the opening Ind AS Balance Sheet prepared at April 01, 2018.

**Depreciation**

Depreciation on each part of property, plant and equipment are provided to the extent of the depreciable amount of the assets on the basis of *"Straight Line Method (SLM)"* on the useful lives of the tangible property, plant and equipment as estimated by the Parent's management and is charged to the consolidated statement of profit and loss, as per the requirement of *Schedule - II to the Companies Act, 2013*. The estimated useful lives of the property, plant and equipment have been assessed based on the technical advice, which is considered in the nature of the property, plant and equipment, the usage of the property, plant and equipment, expected physical wear and tear of such property, plant and equipment, the operating conditions, anticipated technological changes, manufacturer warranties and maintenance support of the property, plant and equipment etc.

When the parts of an item of the property, plant and equipment have different useful lives, they are accounted for as separate items (major components) and are depreciated over their useful lives or over the remaining useful lives of the principal property, plant and equipment, whichever is less.

The useful lives of the items of property, plants and equipment as estimated by the Parent's management is mentioned below:

| S. No. | Name of Property, Plants and Equipment | Useful Life (In Years) |
|---|---|---|
| 1. | Factory Building | 30 Years |
| 2. | Building (Other than Factory Building) | 60 Years |
| 3. | Plant and Machineries (Including Continuous Process Plant) | 25 Years |
| 4. | Furniture and Fixtures | 10 Years |
| 5. | Office Equipment | 10 Years |
| 6. | Computer and Other Data Processing units | 3 Years |
| 7. | Motor Vehicles | 8 Years |
| 8. | Electrical Installation and Other Equipment | 10 Years |

The Parent based on technical assessment made by the technical experts and the Parents's management estimate, depreciate certain items of property, plant and equipment over the estimated useful lives which are different from the useful lives as prescribed under *Schedule - II of the Companies Act, 2013*. The Parent's management believes that the useful lives given above are best to represent the period over which the Parent's management expects to use this property, plant and equipment.

Freehold land is not depreciated. Leasehold land and their improvement cost are amortized over the period of the lease. The useful lives, residual value of each part of an item of property, plant and equipment and method of depreciation is reviewed at the end of each reporting period, *if any*, of these expectations differ from the previous estimates, such change is accounted for as a change in accounting estimate and adjusted prospectively, if appropriate.

**Derecognition**

The carrying amount of an item of property, plant and equipment and other intangible assets are recognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from derecognition of the property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized in the Consolidated Statement of Profit and Loss, as and when the assets are de-recognized.

**b) Intangible Assets**

**Measurement at Recognition**

Intangible assets acquired separately measured on the initial recognition at cost. Intangible assets arising on the acquisition of businesses are measured at fair value as at the date of acquisition. Internally generated intangible assets, including research costs, are not capitalized and the related expenditure is recognized in the Consolidated Statement of Profit and Loss in the period in which the expenditure is incurred. Following the initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, *if any*.

The Parent has elected to consider the carrying value of all intangible assets appearing in its Consolidated Financial Statements and used the same as deemed cost in the opening Ind AS Balance Sheet prepared at April 01, 2018.

**Amortization**

Intangible assets with the finite lives are amortized on a *"Straight Line Basis"* over the estimated useful economics lives of such intangible assets. The amortization expenses on intangible assets with finite lives are recognized in the Consolidated Statement of Profit and Loss. The estimated useful lives of intangible assets are mentioned below:

| S. No. | Particulars | Useful Life (In Years) |
|---|---|---|
| 1. | Computer Software | 5 Years |

The amortization period and the amortization method for an intangible asset with the finite useful lives are reviewed at the end of each financial year. If any of these expectations differ from the previous estimates, such changes are accounted for as a change in an accounting estimate and adjusted prospectively, if appropriate.

**Derecognition**

The carrying amount of an intangible asset is derecognized at disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the de-recognition of an intangible assets is measured as the difference between the net disposal proceeds and the carrying amount of the intangible assets and is recognized in the Consolidated Statement of Profit and Loss, as and when such assets are de-recognized.

**c) Impairment**

Assessment for impairment is done on each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Assets that have an indefinite useful life are not subject to amortization and are tested for impairment annually and whenever there is an indication that the assets may be impaired.

Assets that are subject to depreciation and amortization and assets representing investment in subsidiary and associate companies are reviewed for impairment, whenever events or changes in circumstances indicate that carrying amount may not be recoverable. Such circumstances include, though are not limited to, significant or sustained decline in revenues or earnings and material adverse changes in the economic environments.

The Parent assesses at each reporting date, whether there is an indication that assets may be impaired, if any indication exists based on internal or external factors, or when Annual impairment testing for assets is required, the Parent Company estimates the asset's recoverable amount. Where the carrying amount of the assets or its cash generating unit (CGU) exceeds its recoverable amount, the assets are considered impaired and written down to its recoverable amount. The recoverable amount is greater of the fair value less cost to sell and value-in-use. In assessing value-in-use, the estimated future cash flows are discounted to their present value using a pre-tax rate that reflects current market rates and the risk specific to the assets. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the CGU to which the assets belong. Fair value less cost to sell is the best estimate of the amount obtainable from the sale of an assets in an arm's length transactions between knowledgeable, willing parties, less cost of disposal. After the impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful lives.

Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exists or has decreased. However, the increase in the carrying amount of assets due to the reversal of an impairment loss is recognized to the extent it does exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the assets in the prior years.

Impairment losses, if any, are recognized in the Consolidated Statement of Profit and Loss and included in depreciation and amortization expense. Impairment losses are reversed in the Consolidated Statement of Profit and Loss only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognized.

**d) Revenue Recognition**

**Revenue from Contracts with Customers**

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Parent is expected to be entitled in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured in the amount of

transaction price (net of variable consideration on accounts of various discounts and schemes offered by the Parent as a part of the Contracts) allocated to that performance obligation. These variable considerations are estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

**Sale of Products**

Revenue from sales of goods is recognized when control on the goods has been transferred to the customers. The performance obligation in the case of sale of goods is satisfied at a point in time i.e. when the material is shipped to the customers or delivery to the customers as may be specified in the contracts with them.

Sales (Gross) excludes Goods and Service Tax (GST) and is a net of discounts and incentives to the customers.

**Sale of Services**

Revenue from sales of service is recognized over the period of time by measuring the progress towards satisfaction of performance obligation for the service rendered. The revenue is recognized based on the agreements / arrangements with the customers as the service is performed and based on the satisfaction of performance obligation.

Advances from customers are recognized under *"Other Current Liabilities"* and released to revenue on satisfaction of performance obligation.

**Interest**

Revenue from interest income is recognized using the effective interest method. Effective interest rate (EIR) is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instruments or a shorter period, where appropriate, to the gross carrying amount of the financial assets or to the amortized cost of financial liabilities.

**Dividend**

Revenue is recognized when the Parent's right to receive the payment is established, which is generally when the shareholders approved the dividend, at their respective Annual General Meeting (AGM).

**Other Income**

Other items of income are recognized as and when the right to receive such income arises and it is probable that the economic benefits will flows to the Parent and the amount of income can be measured reliably.

**e) Government Grants and Subsidies**

**Recognition and Measurements**

The Parent recognizes grant as income when there is reasonable assurance that the Parent will comply with all the necessary conditions attached to them and the grant will be received, in accordance with Ind AS - 20, *"Accounting for Government Grants and Disclosure of Government Assistance"*. The Parent is entitled to receive, certain non-refundable subsidies from the Government in respect of manufacturing units located in the State of Maharashtra, which are measured, when the right to receive the amounts from the Government is established.

Government grants are recognized in the Consolidated Statement of Profit and Loss on a systematic basis over the periods in which related costs, which the grants are intended to compensate, are recognized as expenses. Government grants related to property, plants and equipment are presented at fair value, and grants are recognized as deferred income.

**Presentation**

Income from the above grants and subsidies are presented under Revenue from Operations. Government grants related to property, plants and equipment are presented at fair value, and grants are recognized as deferred income.

**f) Inventories**

Raw material, work-in-progress, finished goods, packing material, stores and spares, components, consumables and stock-in-trade are carried at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written - down below cost, if the finished goods in which they will be incorporated are expected to be sold at or above costs. The comparison of costs and net realizable value is made on an item-by-item basis. In determining the cost of raw materials, work-in-progress, finished goods, packing materials, stores and spares, components and trading stock, "*Weighted Average*" method is used. Cost

of inventories comprises all costs of purchase, non-refundable duties and taxes, cost of conversion including an appropriate share of fixed and variable production overheads and all other costs incurred in bringing the inventory to its present location and conditions.

*"Net Realizable Value"* is the estimated selling price of inventories in the ordinary course of business, less estimated costs of completion and estimated cost necessary to make the sales of the products.

The Parent considers factors like estimated shelf life, product discontinuances and aging of inventory in determining the provision for slow moving, obsolete and other non - saleable inventory and adjusts the inventory provision to reflect the recoverable value of the inventory.

**g) Financial Instruments**

A financial instrument is in any contract that gives rise to the financial assets of one entity and financial liabilities or equity instruments of another entity.

**Financial Assets**

**Initial Recognition and Measurements**

The Parent recognizes a financial asset in its Consolidated Balance Sheet as and when it becomes party to the contractual provisions of the instruments. All the financial assets are recognized initially at fair value, plus in the case of financial assets not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial assets. However, trade receivables that do not contain a significant financing component are measured at transaction price.

Where the fair value of a financial assets at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognized as a gain or loss in the Consolidated Statement of Profit and Loss at initial recognition, if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognized as a gain or loss in the Consolidated Statement of Profit and Loss only to the extent that such gain or loss arises due to a change in factor that market participants taken into account, when pricing the financial assets.

**Subsequent Measurements**

For subsequent measurements, the Parent classifies a financial asset in accordance with the below criteria:

i) The Parent's business model for managing the financial assets and

ii) The contractual cash flows characteristics of the financial assets.

Based on the above criteria, the Parent classifies its financial assets into the following categories:

i) Financial assets measured at amortized costs

ii) Financial assets measured at fair value through other comprehensive income (FVTOCI)

iii) Financial assets measured at fair value through profit or loss (FVTPL)

**Financial Assets measured at Amortized Costs**

A financial asset is measured at the amortized costs if both the following conditions are met:

a) The Parent's business model objective for managing the financial assets is to hold financial assets in order to collect contractual cash flows, and

b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

This category applies to cash and bank balances, trade receivables, loans and other financial assets of the Parent. Such financial assets are subsequently measured at amortized cost using the effective interest method. Under the effective interest method, the future cash receipts are discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest method of the difference between the initial recognition amounts and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial assets over the relevant period of the financial assets to arrive at the amortized costs at each reporting date. The corresponding effect of the amortization, under effective interest method is recognized as interest income over the relevant period of the financial assets. The same is included under *"Other Income"* in the Consolidated Statement of Profit and Loss. The amortized costs of financial assets are also adjusted for loss allowance, if any.

**Financial Assets measured at FVTOCI**

A financial asset is measured at FVTOCI if both of the following conditions are met:

a) The Parent's business model objective for managing the financial assets is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

This category applies to certain investments in debt instruments. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognized in the Other Comprehensive Income (OCI). However, the Parent recognizes interest income and impairment losses and its reversals in the Consolidated Statement of Profit and Loss.

On de-recognition of such financial assets, cumulative gain or loss previously recognized in OCI is reclassified from equity to Consolidated Statement of Profit and Loss.

Further, the Parent, through an irrevocable election at initial recognition, has measured certain investments in equity instruments at FVTOCI. The Parent has made such selection on an instrument-by-instrument basis. These equity instruments are neither held for trading nor are contingent consideration recognized under a business combination. Pursuant to such irrevocable election, subsequent changes in the fair value of such equity instruments are recognized in other comprehensive income. However, the Parent recognizes dividend income from such instruments in the Consolidated Statement of Profit and Loss, when the right to receive such payment is established, it is probable that the economic benefits will flow to the Parent and the amount can be measured reliably.

On de-recognition of such financial assets, cumulative gain or loss previously recognized in OCI is not reclassified from equity to Consolidated Statement of Profit and Loss. However, the Parent may transfer such cumulative gain or loss into retained earnings within equity.

**Financial Assets measured at FVTPL**

A financial asset is measured at FVTPL unless it is measured at amortized costs or at FVTOCI as explained above. This is a residual category applied to all other investments of the Parent excluding investments in subsidiary and associate companies. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognized in the Consolidated Statement of Profit and Loss.

**Derecognition**

A financial asset (or, where applicable, a part of a financial assets or part of a group of similar financial assets) is derecognized (i.e. removed from the Parent's Consolidated Balance Sheet) when any of the following occurs:

i) The contractual rights to cash flows from the financial assets expire.

ii) The Parent transfers its contractual rights to receive cash flows of the financial assets and has substantially transferred all the risks and rewards of ownership of the financial asset.

iii) The Parent retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a *"pass-through"* arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial assets).

iv) The Parent neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial assets.

In cases, where the Parent has neither transferred nor retained substantially all the risks and rewards of the financial assets, but retains control of the financial assets, the Parent continues to recognize such financial assets to the extent of its continuing involvement in the financial assets. In that case, the Parent also recognizes an associated liability. The financial assets and the associated liabilities are measured on a basis that reflects the rights and obligations that the Parent has retained.

On de-recognition of financial assets, (except as mentioned in above for financial assets measured at FVTOCI), the difference between the carrying amount and the consideration received is recognized in the Consolidated Statement of Profit and Loss.

**Impairment of Financial Assets**

The Parent applies expected credit losses (ECL) model for measurements and recognition of loss allowance on the following:

i) Trade receivables

ii) Financial assets measured at amortized costs (other than trade receivables)

iii) Financial assets measured at fair value through other comprehensive income (FVTOCI)

In the case of trade receivables, the Parent follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance.

In the case of other assets (listed as ii and iii above), the Parent determines if there has been a significant increase in credit risk of the financial assets since the initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to twelve months ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial assets improves such that there is no longer a significant increase in credit risk since initial recognition, the Parent reverts to recognizing impairment loss allowance based on twelve months ECL.

ECL is the difference between all contractual cash flows that are due to the Parent in accordance with the contract and all the cash flows that the entity expected to receive (i.e., all cash shortfalls), discounted at the original effective interest rate. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of financial assets. Twelve months ECL is a portion of the lifetime ECL which results from default events that are possible within twelve months from the reporting date.

ECL are measured in a manner that they reflect unbiased, and probability weighted amounts determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions and forecasts of future economic conditions.

As a practical expedient, the Parent uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. At each reporting date, the historically observed default rates and changes in the forward-looking estimates are updated.

ECL impairment loss allowance (or reversal) recognized during the reporting period are recognized as income / expense in the Consolidated Statement of Profit and Loss under the head *"Other Expenses"*.

**Financial Liabilities**

**Initial Recognition and Measurements**

The Parent recognizes financial liabilities in its Consolidated Balance Sheet when it becomes party to the contractual provisions of the instruments. All financial liabilities are recognized initially at fair value, in the case of financial liabilities not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial liabilities.

Where the fair value of a financial liabilities at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognized as a gain or loss in the Consolidated Statement of Profit and Loss at initial recognition if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognized as a gain or loss in the Consolidated Statement of Profit and Loss, only to the extent that such gain or loss arises, due to a change in factor that market participants taken into account when pricing the financial liabilities.

**Subsequent Measurements**

All the financial liabilities of the Parent are subsequently measured at amortized costs using the effective interest method.

Under the effective interest method, the future cash payments are exactly discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest method of the difference between the initial recognition amount and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial liabilities over the relevant period of the financial liabilities to arrive at the amortized costs at each reporting date. The corresponding effect of the amortization, under effective interest method are recognized as interest expense over the relevant period of the financial liabilities. The same is included under finance costs in the Consolidated Statement of Profit and Loss.

**Derecognition**

A financial liability is de-recognized when the obligation under the liabilities is discharged or cancelled or expire. When existing financial liabilities are replaced by another from the same lender on substantially different terms, or the terms of an existing liabilities are substantially modified, such an exchange or modification are treated as the de-recognition of the original liabilities and the recognition of a new liabilities. The difference between the carrying amount of the financial liabilities de-recognized and the consideration paid is recognized in the Consolidated Statement of Profit and Loss.

**Offsetting of Financial Assets and Financial Liabilities**

Financial assets and financial liabilities are offset, and the net amount is reported in the Consolidated Balance Sheet, if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**h) Derivative Financial Instruments and Hedge Accounting**

The Parent enters into derivative financial contracts in the nature of forward currency contracts with external parties to hedge its foreign currency risks relating to foreign currency denominated financial liabilities measured at amortized cost. The Parent formally establishes a hedge relationship between such forward currency contracts (*"Hedging Instruments"*) and recognized financial liabilities (*"Hedged Items"*) through a formal documentation at the inception of the hedge relationship in line with the Parent's Risk Management objective and strategy.

The hedge relationship so designated is accounted for in accordance with the accounting principles prescribed for a fair value hedge under Ind AS - 109, *"Financial Instruments"*.

**Recognition and Measurement of Fair Value Hedge**

Hedging instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently measured at fair value at each reporting date. Gain or loss arising from such changes in the fair value of hedging instruments is recognized in the Consolidated Statement of Profit and Loss. Hedging instruments is recognized as financial assets in the Consolidated Balance Sheet, if it's fair value as at reporting date is positive as compared to carrying value and as financial liabilities, if it's fair value as at reporting date is negative as compared to carrying value.

Hedged items (recognized financial liabilities) are initially recognized at fair value on the date of entering into the contractual obligation and are subsequently measured at amortized costs. The hedging gain or loss on the hedged items is adjusted to the carrying value of the hedged item as per the effective interest method and the corresponding effects are recognized in the Consolidated Statement of Profit and Loss.

**Derecognition**

On derecognition of the hedged items, the unamortized fair value of the hedging instrument adjusted to the hedged items, is recognized in the Consolidated Statement of Profit and Loss.

**i) Fair Value**

The Parent measures financial instruments at fair value in accordance with the accounting policies mentioned above. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the assets or transfer the liabilities takes place either:

* In the principal market for the assets or liabilities, or

* In the absence of a principal market, in the most advantageous market for the assets or liabilities.

All the assets and liabilities for which fair value is measured or disclosed in the Consolidated Financial Statements are categorized within fair value hierarchy that categorizes into three levels, described are as follows, the inputs to valuation techniques used to measure value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly or indirectly.

Level 3 - Inputs that are unobservable for the assets or liabilities.

For assets and liabilities that are recognized in the Consolidated Financial Statements at fair value on a recurring basis, the Parent determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period and discloses the same.

**j) Investments in Associate Companies**

The Parent has elected to recognize its investments in associate companies at cost in accordance with the option available in Ind AS - 27, *"Separate Financial Statements"*. Investments in associates are carried at cost less accumulated impairment losses, *if any*. Cost includes cash consideration paid on initial recognition adjusted for embedded derivatives and estimated contingent considerations (earn out), if any. Contingent consideration (earn out) is re-measured at fair value at each reporting date and changes in the fair value of the contingent consideration are recognized in the Consolidated Statement of Profit and Loss.

Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiary and associates, the difference between net disposal proceeds and the carrying amounts are recognized in the Consolidated Statement of Profit and Loss.

**k) Foreign Currency Transactions**

a) **Initial Recognition**

Transactions in the foreign currencies entered into by the Parent are accounted in the functional currency (i.e. Indian Rupee `), by applying the exchange rates prevailing on the date of the transaction i.e. spot exchange rate. Any exchange difference arising on foreign exchange transactions settled during the reporting period are recognized in the Consolidated Statement of Profit and Loss except to the extent that they are regarded as an adjustment to the finance costs on foreign currency borrowings that are directly attributable to the acquisition or constructions of the qualifying assets, are capitalized to the qualifying assets.

b) **Measurement of Foreign Currency Items at Reporting Date**

Foreign currency monetary items of the Parent are restated as at the end of the reporting date by using the closing exchange rate as prescribed by the Reserve Bank of India. Non-monetary items are recorded at the exchange rate prevailing on the date of the transactions i.e. measured at historical costs. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is measured i.e. using the exchange rate at the date of transactions. Exchange differences arising out of foreign exchange translations and settlements during the period are recognized in the Consolidated Statement of Profit and Loss.

**l) Taxes on Income**

Tax expense comprises current tax and deferred income tax. Tax expenses are the aggregate amount included in the determination of profit or loss for the reporting period current tax and deferred income tax. Tax expenses are recognized in the Consolidated Statement of Profit and Loss, except to the extent that it relates to the items recognized in the other comprehensive income or in the equity. In that case, tax is also recognized in other comprehensive income or equity.

Current income tax is the amount of income tax payable in respect of taxable profit for the reporting period. Taxable profit differs from *"Profit Before Tax"* as reported under Consolidated Statement of Profit and Loss because of item of expenses or income that are taxable or deductible in other years and items that are never taxable or deductible under Income Tax Act, 1961.

Current tax assets and liabilities are measured by using the tax rates that have been enacted by the end of the reporting period for the amounts expected to be recovered from or paid to the income tax authorities. Current tax also includes any adjustment amount to tax payable / receivable in respect of previous reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Consolidated Financial Statements and the corresponding tax bases used in the computation of taxable profit under Income Tax Act, 1961 and their carrying amounts. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are generally recognized for all deductible and taxable temporary differences. However, in the case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profits nor the accounting profits or does not give rise to equal taxable and deductible temporary difference, deferred tax assets and liabilities are not recognized. Also, for temporary differences, if any, that may arise from initial recognition of goodwill, deferred tax liabilities are not recognized.

Deferred tax assets are generally recognized for all deductible temporary differences, and any unused tax losses and unused tax credits, to the extent, it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In the case of temporary differences that arise from initial recognition of assets or liabilities in a transaction that affect neither the taxable profits nor the accounting profits, deferred tax assets are not recognized.

The carrying amount of deferred tax assets / liabilities are 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 the benefits of part or all such deferred tax assets to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Consolidated Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

**Uncertain Tax Positions**

The Parent's management periodically evaluates the positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and consider whether it is probable that a taxation authority will accept uncertain tax treatments. The Parent reflects the effect of uncertainty for each uncertain tax treatment by using one of two methods, the expected value method (the sum of the possibility - weighted amounts in range of possible outcomes) or the most likely amount (single most likely amount method in a range of possible outcomes), depending on which is expected to better predict the resolution of the uncertainty. The Parent applies consistent judgments and estimates, if an uncertain tax treatment affects both the current and deferred income tax.

**Presentation**

Current tax and deferred tax are recognized as income or an expense in the Consolidated Statement of Profit and Loss, except when they relate to items that are recognized in other comprehensive income, in which case, the current tax and deferred tax income / expense are recognized in other comprehensive income.

The Parent offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the assets and settle the liabilities simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset, if the Parent has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Parent.

**m) Lease**

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to the ownership of the Parent is classified as a finance lease. All other leases are classified as operating leases.

**The Parent as a Lessee:**

**a)** **Operating Lease**: Rental payable under the operating lease is charged to the Consolidated Statement of Profit and Loss on a *"Straight - line"* basis over the term of the relevant lease except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

**b)** **Finance Lease**: Finance leases are capitalized at the commencement of the lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liabilities for the lessor are included in the Consolidated Balance Sheet as a finance lease obligation. Lease payments are appropriated between finance expenses and the reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liabilities. Finance expenses are charged directly against the income over the period of the lease unless they are directly attributable to the qualifying assets, in which case they are capitalized. Contingent rental is recognized as an expense in the period in which they are incurred.

A leased assets are depreciated over the useful lives of the assets, however, if there is no reasonable certainty that the Parent will obtain ownership by the end of the lease term, the assets are depreciated over the shorter of the estimated useful lives of the assets and the lease terms.

**The Parent as a Lessor**:

Lease payments under operating leases are recognized as an income on a straight-line basis in the consolidated statement of profit and loss over the lease term except where the lease payments are structured to increase in line with expected general inflation. The respective leased assets are included in the Consolidated Balance Sheet based on their nature.

**n) Borrowing Costs**

Borrowing cost include the interest, commitments charges on bank borrowings, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the finance cost.

Borrowing costs, if any, that are directly attributable to the acquisition or constructions or production of qualifying property, plant and equipment are capitalized as a part of cost of that property, plant and equipment until such time that the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial period of time to get ready for the intended use or sale.

When the Parent borrows the funds specially for the purpose of obtaining the qualifying assets, the borrowing costs incurred are capitalized with the qualifying assets. When the Parent borrows fund generally and uses them for obtaining a qualifying asset, the capitalization of borrowing costs is computed on weighted average cost of general costs that are outstanding during the reporting period and used for acquisition of the qualifying assets. Capitalization of the borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for intended use are complete.

Other borrowing costs are recognized as expenses in the period in which they are incurred. Any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

**o) Employee Benefits**

**Short-Term Employee Benefits**

All the employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related services. The Parent recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services are rendered as a liability (accrued expense) after deducting any amount already paid.

**Post - Employment Benefits**

**a) Defined Contribution Plans**

Defined contribution plans are employee state insurance scheme and Government administrated pension fund scheme for all the applicable employees and superannuation scheme for all the eligible employees, who met eligible criteria. The Parent's contribution to defined contribution plans is recognized in the Consolidated Statement of Profit and Loss in the reporting period to which they relate.

**i) Recognition and Measurement of Defined Contribution Plans**

The Parent recognizes contribution payable to a defined contribution plan as an expense in the Consolidated Statement of Profit and Loss when the employees render services to the Parent during the reporting period. If the contributions payable for services received from employees before the reporting date exceed the contributions already paid, the deficit payable is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the reporting date, the excess is recognized as an asset to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

**b) Defined Benefits Plans**

**i) Gratuity**

The Parent operates a defined benefits plan for its employees. The Parent pays the gratuity to employee whoever has completed its five years of service with the Parent at the time of retirement or resignation or superannuation. The gratuity is paid @ 15 Days salary for every completed year of service as per the Payment of Gratuity Act, 1972.

The liabilities in respect of gratuity are calculated using *"Project Unit Credit Method"* and spread over the period during which the benefits are expected to be derived from employee services. The remeasurements of defined benefits plan in respect of post-employments are charged to the other comprehensive income (OCI).

**ii) Provident Fund Scheme**

Provident fund is defined contribution plan covering certain eligible employees. The Parent and the eligible employees make a monthly contribution to the provident fund maintained by the regional provident fund commissioners equal to the specified percentage of the basic salary of the eligible employees as per the scheme. The contributions to the provident fund are charged to the Consolidated Statement of Profit and Loss for the period when the contributions are due. The Parent has no obligation other than the contributions payable to the provident fund.

**iii) Pension Scheme**

The Parent operates a defined benefit pension plan for certain specified employees and is payable upon the employee satisfying certain conditions, as approved by the Parent's Board of Directors.

**iv) Post - Retirement Medical Benefit Plan**

The Parent operates a defined post-retirement medical benefits plan for certain specified employees and is payable upon the employee satisfying certain conditions.

**v) Leave Encashment**

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefits for measurement purposes. The Parent measures the expected cost of such absence as the additional amount that are expected to pay as a result of unused entitlement that has accumulated at the reporting date.

The Parent treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefits for measurement purpose. Such long-term compensated absences are provided based on the actuarial valuation using the *"Project Unit Credit Method"* at the reporting date. Actuarial gain / losses are immediately taken to the Consolidated Statement of Profit and Loss and are not deferred.

**Recognition and Measurement of Defined Contribution Plans**

The cost of providing defined benefits is determined using the *"Projected Unit Cash Credit"* method with actuarial valuations being carried out at each Consolidated Balance Sheet date. The defined benefit obligations recognized in the Consolidated Balance Sheet represent the present value of the defined benefit obligations as reduced by the fair value of plan assets, *if applicable*. Any defined benefit assets (negative benefit defined obligations resulting from these calculations) are recognized representing the present value of available refunds and reductions in future contributions to the plan.

All expenses represented by current service cost, past service cost, if any, and net interest on defined benefit liabilities / (assets) are recognized in the Consolidated Statement of Profit and Loss. Remeasurement of the net defined benefits liabilities/ (assets) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liabilities /assets), are recognized in other comprehensive income. Such remeasurements are not reclassified to the Consolidated Statement of Profit and Loss in the subsequent periods.

Past service cost is recognized immediately to the extent that the benefits are already vested, else is amortized on a straight-line basis over the average period until the amended benefits become vested. Actuarial gain or losses in respect of the defined benefits plan are recognized in the Consolidated Statement of Profit and Loss in the year in which they arise.

The Parent presents the above liabilities as current and non-current in the Consolidated Balance Sheet as per the actuarial valuation by the independent actuary.

**p) Earnings per Share**

The Parent reports the basic and diluted Earnings per Share (EPS) in accordance with Ind AS - 33, *"Earnings per Share"*. Basic EPS is computed by dividing the net profit or loss attributable to the equity shareholders of the Parent for the period by the weighted average number of Equity shares outstanding during the period.

Diluted EPS is computed by dividing the net profit or loss attributable to the equity shareholders for the period by the weighted average number of Equity shares outstanding during the period as adjusted for the effects of all potential equity shares, except where the results are anti-dilutive.

The weighted average number of Equity shares outstanding during the period is adjusted for events such a bonus Issue, bonus elements in right issue, share splits, and reverse share split (consolidation of shares) that have changed the number of Equity shares outstanding, without a corresponding change in resources.

**q) Provisions and Contingencies**

The Parent recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists, and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

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

A disclosure for contingent liabilities is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

A provision is recognized if, as a result of a past event, the Parent has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as Contingent Liabilities.

Contingent assets are a possible asset arising from past events, the existence of which will be confirmed, only by the occurrence and non-occurrence of one or more uncertain future events not wholly within the controls of the Parent. Contingent assets are not recognized till realization of the income is virtually certain and are not recognized in the Consolidated Financial Statements. The nature of such assets and an estimate of its financial effects are disclosed in the notes to the Consolidated Financial Statements.

**r) Exceptional Items**

Exceptional items are disclosed separately in the Consolidated Financial Statements, where it is necessary to do so to provide further understanding of the financial performance of the Parent. These are the material items of income or expenses that have shown separately due to their nature and incidence. An ordinary item of income or expense which by its size, nature, occurrence or incidence requires a disclosure in order to improve understanding of the performance of the Parent is treated as an exceptional item in the Consolidated Statement of Profit and Loss.

**s) Event after Reporting Date**

Adjusting events are those events that provides further evidence of conditions that existed at the end of the reporting period. The Consolidated Financial Statements are adjusted for such events before authorization for issue. Non-adjusting events are those events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the end of the reporting period are not accounted, but disclosed if material.

All the events occurring after the Consolidated Balance Sheet date up to the date of the approval of the Consolidated Financial Statement of the Parent by the board of directors on **May 23, 2025**, have been considered, disclosed and adjusted, wherever applicable, as per the requirement of Indian Accounting Standards. Refer *"Note No. 54"* of Consolidated Financial Statements for further references.

**t) Cash Flow Statements**

Cash flows statements are reported using the method set out in the Ind AS - 7, *"Cash Flow Statements"* and is prepared by using indirect method adjusting the net profit / (losses) before tax excluding exceptional items for the effect of:

i) Changes during the period in inventories and other operating receivables and payables;

ii) Non-cash items such as depreciation, provisions, unrealized foreign currency gain / (losses); and

iii) all other items for which the cash effects are investing and financing cash flows.

The cash flows from operating, investing and financing activities of the Parent are segregated. The cash and cash equivalents (including balances with banks), shown in the Consolidated Statement of Cash Flows exclude items, which are not available for general use as at the date of Consolidated Balance Sheet.

**u) Cash and Cash Equivalents**

Cash and cash equivalents include cash and cheques-in-hand, balances with banks, and demand deposits with banks where the original maturity is three months or less and other short-term highly liquid investments net of bank of overdrafts which are repayable on demand as these from an integral part of the Parent's cash management.

**v) Commitments**

Commitments are the future liabilities for contractual expenditure, classified and disclosed as follows:

i) estimated amounts of contracts remaining to be executed on capital account and not provided for;

ii) other non-cancellable commitment, if any, to the extent they are considered material and relevant in the opinion of the Parent's management.

Other commitments related to sales / procurements made in the normal course of business are not disclosed to avoid the excessive details.

**1.6 RECENT ACCOUNTING PRONOUNCEMENT**

Ministry of Corporate Affairs (the "MCA") notifies new standards or amendments to the existing standards under the Companies (Indian Accounting Standard) Rules as issued from time to time. For the period March 31, 2025, the MCA has not notified any new standards or amendments to the existing standards applicable to the Group.

**1.7 KEY ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of the Group's Consolidated Financial Statements is in conformity with the Ind AS, which requires the Parent's managements to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amounts of the assets, liabilities, incomes, and expenses (including the contingent liabilities) and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities effected in future periods. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revision to accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected.

The key assumptions concerning the future and other key resources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities within the next financial year, are described as follow:

**a)** **Income Tax**: The Parent's tax jurisdiction is in India. Significant judgments are involved in estimating budgeted profits for the purpose of paying advance tax, determining the income tax provisions, including the amount expected to be paid / recovered for uncertain tax provisions (Refer *"Note No. 20"*).

**b)** **Property, Plant and Equipment**: Property, plant and equipment represent a significant proportion of the assets base of the Parent. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of the Parent's assets are determined by the Parent's management at the time the assets are acquired and reviewed periodically, including at each financial period end. The useful lives of each of these assets are based on the life prescribed in Schedule II to the Companies Act, 2013 or based on the technical estimates, taken into the account the nature of the assets, estimated usage, expected residual values and operating conditions of the assets. The useful lives are based on historical experience with the similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the assets.

**c)** **Defined Benefits Obligations**: The costs of providing gratuity and other post-employment benefits are charged to the Consolidated Statement of Profit and Loss in accordance with *Ind AS - 19, "Employee Benefits"* over the period during which benefit is derived from the employees' services. It is determined by using the actuarial valuation and assessed on the basis of assumptions selected by the Parent's management. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates. The same is disclosed in "*Note No. 46", "Employee Benefits"*. Due to complexities involved in the valuation and its long-term in nature, a defined benefit obligation is highly sensitive to change in these assumptions. All assumptions are reviewed at each balance sheet date by the Parent's Management.

**d)** **Fair Value measurements of Financial Instruments**: When the fair values of financial assets and financial liabilities recorded in the Consolidated Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cashflow model, which involves various judgments and assumptions. The input to these models is taken from observable markets wherever possible, where this is not feasible, a degree of judgment is required in establishing fair value. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of the financial instruments.

**e)** **Recoverability of Trade Receivables**: Judgment is required in assessing the recoverability of overdue trade receivables and determining whether a provision is against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payments.

**f)** **Provisions and Contingent Liabilities**: The Parent's management estimates the provision that has present obligation as a result of past events, and it is probable that outflows of resources will be required to settle the obligation. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates.

The Parent uses significant judgements to assess contingent liabilities. Contingent liabilities are disclosed when there is possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the controls of the Parent or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the Consolidated Financial Statements.

**g)** **Impairment of Financial and Non-Financial Assets**: The impairment provision of financial assets is based on the assumptions about the risk of default and expected cash loss rates. The Parent uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Parent's history, existing market conditions as well as forward looking estimates at the end of the reporting period.

In the case of non-financial assets, the Parent estimates asset's recoverable amount, this is higher of an assets or cash generating units (CGU) fair value less the cost of disposal and the value-in-use. In assessing the value-in-use, the estimated future cash flows are discounted using the pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the assets. In determining the fair value less cost of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is being used.

**h)** **Recognition of Deferred Tax Assets and Liabilities**: Deferred tax assets and liabilities are recognized for deductible temporary differences and unused tax losses or unused tax credit for which there is probability of utilization against the future taxable profits. The Parent uses judgments to determine the amount of deferred tax that can be recognized, based upon the likely timing and the level of future taxable profits and business developments.

**i)** **Amortization of Leasehold Land**: The Parent's lease assets primarily consist of lease for industrial land. The lease premium is the fair value of land paid by the Parent to the respective authorities at the time of acquisition and there is no liability at the end of the lease term. The lease premium paid by the Parent has been amortized over the lease period on systematic basis and the same has been classified under Ind AS - 16, *"Property, Plant and Equipment"* and therefore, the requirements of both the Ind AS - 116 and Ind AS - 17, as to the period over which, and the manner in which, the right of use assets (under Ind AS - 116) or the assets arising from the finance lease (under Ind AS - 17) amortized as similar.

## 2) Property, Plants and Equipment

| S. No. | Particulars | Gross Carrying Value | | | | Depreciation | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2024 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2025 | Depreciation Upto 01.04.2024 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2025 | As At 31.03.2025 | As At 31.03.2024 |
| **A** | **Land** | | | | | | | | | | |
| | Freehold Land | 604.45 | 21.79 | - | 626.24 | - | - | - | - | 626.24 | 604.45 |
| | Leasehold Land | 547.36 | 204.16 | - | 751.52 | 31.40 | 5.94 | | 37.35 | 714.17 | 515.96 |
| **B** | **Building** | | | | | | | | | | |
| | Factory Building | 7,166.59 | 967.77 | - | 8,134.36 | 911.38 | 244.42 | - | 1,155.81 | 6,978.55 | 6,255.20 |
| | Non - Factory Building | 443.54 | - | - | 443.54 | 32.62 | 7.50 | - | 40.12 | 403.42 | 410.92 |
| **C** | **Furniture and Fixtures** | | | | | | | | | | |
| | Furniture and Fixtures | 212.08 | 20.93 | - | 233.01 | 66.62 | 21.22 | - | 87.83 | 145.18 | 145.46 |
| **D** | **Plant and Equipments** | | | | | | | | | | |
| | Plant and Machineries | 10,421.47 | 3,379.63 | 23.11 | 13,777.99 | 1,242.34 | 493.39 | 2.33 | 1,733.40 | 12,044.59 | 9,179.13 |
| | Electrical Installations | 1,337.35 | 166.12 | - | 1,503.46 | 448.33 | 144.36 | - | 592.69 | 910.78 | 889.02 |
| | Office Equipments | 210.23 | 164.38 | 0.98 | 373.63 | 68.65 | 25.31 | - | 93.96 | 279.67 | 141.58 |
| | Tools and Equipments | - | 1.69 | - | 1.69 | - | 0.01 | - | 0.01 | 1.68 | - |
| **E** | **Motor Vehicles** | | | | | | | | | | |
| | Motor Vehicles | 115.42 | 49.61 | - | 165.03 | 21.12 | 16.37 | - | 37.49 | 127.54 | 94.30 |
| **F** | **Computers and Peripherals** | | | | | | | | | | |
| | Computer and Peripherals | 47.74 | 9.28 | 0.50 | 56.52 | 32.98 | 5.06 | 0.06 | 37.98 | 18.54 | 14.76 |
| | **Total…(₹)** | **21,106.22** | **4,985.36** | **24.59** | **26,066.99** | **2,855.45** | **963.58** | **2.39** | **3,816.63** | **22,250.36** | **18,250.78** |

| S. No. | Particulars | Gross Carrying Value | | | | Depreciation | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2023 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2024 | Depreciation Upto 01.04.2023 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2024 | As At 31.03.2024 | As At 31.03.2023 |
| **A** | **Land** | | | | | | | | | | |
| | Freehold Land | 604.45 | - | - | 604.45 | - | - | - | - | 604.45 | 604.45 |
| | Leasehold Land | 547.36 | - | - | 547.36 | 25.91 | 5.49 | - | 31.40 | 515.96 | 521.46 |
| **B** | **Building** | | | | | | | | | | |
| | Factory Building | 6,745.32 | 421.27 | - | 7,166.59 | 698.38 | 213.00 | - | 911.38 | 6,255.20 | 6,046.94 |
| | Non - Factory Building | 444.91 | - | 1.37 | 443.54 | 25.10 | 7.52 | - | 32.62 | 410.92 | 419.81 |
| **C** | **Furniture and Fixtures** | | | | | | | | | | |
| | Furniture and Fixtures | 194.00 | 18.25 | 0.17 | 212.08 | 46.16 | 20.54 | 0.08 | 66.62 | 145.46 | 147.85 |
| **D** | **Plant and Equipments** | | | | | | | | | | |
| | Plant and Machineries | 7,996.90 | 2,470.76 | 46.19 | 10,421.47 | 908.35 | 364.81 | 30.82 | 1,242.34 | 9,179.13 | 7,088.56 |
| | Electrical Installations | 1,192.13 | 145.21 | - | 1,337.35 | 326.25 | 122.08 | - | 448.33 | 889.02 | 865.89 |
| | Office Equipments | 197.60 | 12.63 | - | 210.23 | 49.77 | 18.88 | - | 68.65 | 141.58 | 147.83 |
| **E** | **Motor Vehicles** | | | | | | | | | | |
| | Motor Vehicles | 100.51 | 20.52 | 5.61 | 115.42 | 13.93 | 12.52 | 5.33 | 21.12 | 94.30 | 86.58 |
| **F** | **Computers and Peripherals** | | | | | | | | | | |
| | Computer and Peripherals | 45.56 | 2.18 | - | 47.74 | 28.66 | 4.32 | - | 32.98 | 14.76 | 16.90 |
| | **Total…(₹)** | **18,068.75** | **3,090.82** | **53.35** | **21,106.22** | **2,122.50** | **769.18** | **36.23** | **2,855.45** | **18,250.78** | **15,946.25** |

1) Gross carrying amount and accumulated depreciation have been regrouped and netted in line with deemed cost exemption opted out by the Parent as per Ind AS, with effect from April 01, 2018 i.e. date of transition to Ind AS for the Parent.

2) Title deed of all the immovable properties are held in the name of the Group.

3) The amount of Contractual Commitments for the purpose of acquisition or constructions of the Property, Plants and Equipment are disclosed under "Note No. 50", if any.

| S. No. | Particulars | Gross Carrying Value | | | | Amortization | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2024 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2025 | Depreciation Upto 01.04.2024 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2025 | As At 31.03.2025 | As At 31.03.2024 |
| **A** | **Software** | | | | | | | | | | |
| | Computer Software | 141.95 | - | - | 141.95 | 127.89 | 6.97 | - | 134.86 | 7.10 | 14.07 |
| | **Total…(₹)** | **141.95** | **-** | **-** | **141.95** | **127.89** | **6.97** | **-** | **134.86** | **7.10** | **14.07** |

| S. No. | Particulars | Gross Carrying Value | | | | Amortization | | | | Net Carrying Value | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Cost As At 01.04.2023 | Addition during made the period | Deduction / Adjustment | Cost As At 31.03.2024 | Depreciation Upto 01.04.2023 | Addition during made the period | Deduction / Adjustment | Depreciation As At 31.03.2024 | As At 31.03.2024 | As At 31.03.2023 |
| **A** | **Software** | | | | | | | | | | |
| | Computer Software | 141.95 | - | - | 141.95 | 100.72 | 27.17 | - | 127.89 | 14.07 | 41.24 |
| | **Total…(₹)** | **141.95** | **-** | **-** | **141.95** | **100.72** | **27.17** | **-** | **127.89** | **14.07** | **41.24** |

1) Gross carrying amount and accumulated amortization have been regrouped and netted in line with deemed cost exemption opted out by the Parent as per Ind AS, with effect from April 01, 2018 i.e. date of transition to Ind AS for the Parent.

2) The amount of Contractual Commitments for the purpose of acquisition or constructions of the Other Intangible Assets are disclosed under "Note No. 50", if any.

**4. Capital Work-in-Progress *** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Capital Work-in-Progress** | | |
| For Electrical Installations | 100.60 | 52.08 |
| For Factory Building | 1,340.80 | 709.56 |
| For Plant and Machineries | 1,327.92 | 1,978.50 |
| For Other Property, Plants and Equipment | 14.75 | 8.24 |
| Pre - Operative Expenditures | 56.59 | - |
| **Total…(₹)** | **2,840.66** | **2,748.38** |

* Refer "Note No. 39" for ageing analysis of Capital Work-in-Progress.

**5. Non - Current Investments** **( ₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investment in Equity Instruments** | | |
| **Unquoted Equity Shares, Fully Paid Up** | | |
| a) Investments in Associate Companies | | |
| **{Measured at Costs (Referred at "Note No. 1.5.j")}** | | |
| **Fully Paid up with Face Value of ` 10 each unless otherwise specified** | | |
| 9,98,260 (Prev Year 9,98,260) Equity Share of Star Circlips and Engineering Limited | 4,200.29 | 3,714.57 |
| 70,22,600 (Prev Year 70,22,600) Equity Share of Toyal MMP India Private Limited | 567.52 | 522.05 |
| **Total…(₹)** | **4,767.81** | **4,236.62** |

**5.1 Classification of Investments** **( ₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investments in Equity Instruments** | | |
| **Quoted, Fully Paid Up** | | |
| Aggregate Amount of Quoted Investments - At Cost | - | - |
| Aggregate Amount of Quoted Investments - At Market Value | - | - |
| Aggregate Amount of Unquoted Investments | 4,767.81 | 4,236.62 |
| Aggregate Amount of Impairment in Value of Investments | - | - |

**5.2 Category Wise Classification of Investments** **( ₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investments in Equity Instruments** | | |
| Financial Assets measured at Amortized Costs | - | - |
| Financial Assets measured at Costs | 4,767.81 | 4,236.62 |
| Financial Assets measured at Fair Value through Other Comprehensive Income | - | - |
| Financial Assets measured at Fair Value through Profit and Loss | - | - |

**6 Loans** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Loans to Related Parties | - | - |
| Loans to Employees* | 17.55 | 7.97 |
| Less: Allowances for Unsecured Doubtful Debts & Advances** | - | - |
| **Total…(₹)** | **17.55** | **7.97** |

**6.1 Category Wise Classification of Loans** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Secured, Considered Good | - | - |
| Unsecured, Considered Good | 17.55 | 7.97 |
| Loans which have significant increase in Credit Risk | - | - |
| Loans receivable - Credit impaired | - | - |
| **Total…(₹)** | **17.55** | **7.97** |

* No amounts of loans are due from directors or other officers of the Group either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**7 Other Non - Current Financial Assets** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Security Deposits | 32.21 | 74.58 |
| Term Deposits held as Margin Money against Bank Guarantee and Other Commitments* | 106.39 | 13.50 |
| **Total…(₹) (A)** | **138.61** | **88.09** |
| Other Receivables** | 700.86 | 702.97 |
| Less: Allowances for Unsecured Doubtful Debts & Advances*** | 229.93 | 169.52 |
| **Total…(₹) (B)** | **470.92** | **533.44** |
| **Total…(₹) (A + B)** | **609.53** | **621.53** |

* The term deposits held by the Parent with Federal Bank comprises of the time deposits and are made of varying period between one years to two years and earn the interest at the respective deposits rate, the same are held as lien or pledged by them against the cash collateral security (for current reporting period) provided by the Parent them against the borrowings obtained, amounting to ₹ 2,000.00 Lakhs (Prev Year ₹ NIL). The term deposits held by the Parent with Axis Bank Limited comprise of the time deposits and are also made of verying period between one years to two years and earn the interest at the respective deposit rates, the same are held as lien or pledged by them against the corporate credit cards provided to the Parent amounting to ₹ NIL (Prev Year ₹ 10.00 Lakhs).

** No amounts of receivables are due from directors or other officers of the Group either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

*** Refer "Note No. 38B" for the information of credit risk and market risk.

**8 Other Non - Current Assets** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Capital Advances* | 325.02 | 189.43 |
| Advances other than Capital Advances | - | - |
| Income Tax Refund Receivables | 3.28 | 3.10 |
| **Total…(₹)** | **328.30** | **192.53** |

* No amounts of capital advances are due from directors or other officers of the Group either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**9 Current Tax Assets (Net)** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Income Tax** | | |
| Advance Income Tax | 763.00 | - |
| Tax Deducted at Source Receivables | 48.93 | - |
| Tax Collected at Source Receivables | 4.61 | - |
| Less: Provision for Income Tax | 737.88 | - |
| **Total…(₹)** | **78.66** | **-** |

The tax rate used for calculation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**10. Inventories*** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Inventories**** | | |
| **(Valued at lower of Cost and Net Realizable Value)** | | |
| Finished Goods | 3,711.73 | 1,943.82 |
| Packing Materials | 183.40 | 151.77 |
| Raw Material | 3,205.03 | 2,982.16 |
| Stores, Spares and Consumables | 459.58 | 394.48 |
| Trading Stocks | 2.40 | 2.30 |
| Work-in-Progress | 5,927.18 | 5,625.43 |
| **Total…(₹)** | **13,489.31** | **11,099.96** |

* Cost of inventories recognized as an expense during the reporting period is disclosed in "Note No. 32".

** Cost of inventories recognized as an expense included ` NIL (Prev Year ` NIL) in respect of written down value of inventories to the net realizable value. There has been no reversal towards such written down value in the current reporting period and previous reporting period.

**11. Trade Receivables*** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Unsecured**** | | |
| Considered Good | 8,969.03 | 5,761.88 |
| Considered Doubtful | 30.24 | 81.23 |
| Receivables - Credit Impaired | - | - |
| Less: Allowances for Unsecured Doubtful Debts & Advances | 47.87 | 136.93 |
| **Total…(₹)** | **8,951.40** | **5,706.17** |

* Refer "Note No. 38B" for the Information of credit risk and market risk for Trade Receivables.

** Refer "Note No. 40" for ageing analysis of Trade Receivables.

No trade receivables are due from directors or other officers of the Group either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member except ₹ 43.77 Lakhs (Prev Year ₹ 27.32 Lakhs) due from the associate companies to the Parent. (Refer "Note No. 47" for further reference).

**12. Cash and Cash Equivalents** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **A) Cash and Cash Equivalents*** | | |
| Balances with Banks | | |
| In Current Account | 1,090.00 | 34.24 |
| Cash-in-Hand | 5.22 | 2.98 |
| **Total…(₹)(A)** | **1,095.22** | **37.23** |
| **B) Other Balances with Banks** | | |
| Unpaid Dividend** | 2.88 | 1.93 |
| **Total…(₹)(B)** | **2.88** | **1.93** |
| **Total…(₹)(A + B)** | **1,098.10** | **39.16** |

* There are no restrictions with regards to cash and cash equivalents as at the end of reporting period and previous reporting period.

** The Group can only utilize these balances towards the settlement of "Unclaimed Dividend / Unpaid Dividend".

**13. Loans*** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Loans to Related Parties | - | - |
| Loans to Employees | 16.48 | 15.05 |
| Less: Allowances for Unsecured Doubtful Debts & Advances | - | - |
| **Total…(₹)** | **16.48** | **15.05** |

**13.1 Category Wise Classification of Loans** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Loans** | | |
| Secured, Considered Good | - | - |
| Unsecured, Considered Good | 16.48 | 15.05 |
| Loans which have significant increase in Credit Risk | - | - |
| Loans receivable - Credit impaired | - | - |
| **Total…(₹)** | **16.48** | **15.05** |

No amounts of loans are due from directors or other officers of the Parent Company either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**14 Other Current Financial Assets** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Interest Receivables | 2.48 | 8.88 |
| Rent Receivables | 6.21 | 3.70 |
| Term Deposits held as Margin Money with Banks against Bank Guarantee and Commission* | 93.98 | 54.11 |
| **Total…(₹)** | **102.67** | **66.69** |

* The term deposits held by the Parent with banks or financial institutions comprises of the time deposit and are made of varying period less than one year and earn the interest at the respective deposit rates, the same are held as lien or pledged by them against the bank guarantee provided to the Government authorities and other institutions by the Parent, amounting to ₹413.13 Lakhs (Prev Year ₹ 373.54 Lakhs)..

**15 Other Current Assets*** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Advances to Vendor's | 134.36 | 268.55 |
| Employee Advances | 1.62 | 4.87 |
| Balances with the Revenue Authorities | 154.01 | 194.61 |
| Other Receivables | 55.15 | 33.08 |
| **Total…(₹)** | **345.13** | **501.11** |

* No advances and receivables are due from directors or other officers of the Group either severally or jointly with any other persons, nor due from firms or private companies respectively in which director is partner, a director or a member.

**16 Equity Share Capital** **(Amount ₹ in Lakhs, except number of share data)**

| Particulars | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | Nos. | ₹ | Nos. | ₹ |
| **Authorized** | | | | |
| Equity Shares of ₹ 10 Each | 2,60,00,000 | 2,600.00 | 2,60,00,000 | 2,600.00 |
| | **2,60,00,000** | **2,600.00** | **2,60,00,000** | **2,600.00** |
| **Issued, Subscribed and Fully Paid Up** | | | | |
| Equity Shares of ₹ 10 Each | 2,54,02,613 | 2,540.26 | 2,54,02,613 | 2,540.26 |
| **Total…(₹)** | **2,54,02,613** | **2,540.26** | 2,54,02,613 | **2,540.26** |

**a) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period**

| Particulars | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | Nos. | ₹ | Nos. | ₹ |
| **Shares outstanding at the beginning of the reporting period…(₹)** | **2,54,02,613** | **2,540.26** | **2,54,02,613** | **2,540.26** |
| Shares issued during the reporting period | - | - | - | - |
| Shares bought Back during the reporting period | - | - | - | - |
| **Shares outstanding at the end of the reporting period…(₹)** | **2,54,02,613** | **2,540.26** | **2,54,02,613** | **2,540.26** |

**b) Terms / Rights attached to Equity Shares**

i) The Parent has only one class of shares - referred to as - equity shares having a par value of ` 10 per share. Each holder of equity shares is entitled to one vote per share.

ii) As per the Companies Act, 2013, in the event of liquidation of the Parent, the holders of equity shares will be entitled to receive remaining assets of the Parent, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in the proportion to the number of equity shares held by the Shareholders.

iii) The Parent declares and pays the dividend in Indian Rupees (`). The payment of dividend is also made in foreign currency to the shareholders outside India. The final dividend proposed by the Board of Directors is subject to the approval of the shareholders in their ensuing Annual General Meeting (AGM), except in case of interim dividend.

**c) Details of Shareholders holding more than 5% shares in the Parent***

| Name of Shareholders | 31.03.2025 | | 31.03.2024 | |
|---|---|---|---|---|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| **Equity Shares of ` 10 Each Fully Paid Up** | | | | |
| Shri Arun Bhandari | 69,59,461 | 27.40% | 69,59,461 | 27.40% |
| Master Vivaan Bhandari (Minor) | 14,59,089 | 5.74% | 14,59,089 | 5.74% |
| Mayank Fastners Private Limited | 47,84,341 | 18.83% | 47,84,341 | 18.83% |
| Smt. Saroj Bhandari | 32,55,507 | 12.82% | 32,55,507 | 12.82% |
| **Total Nos. of Shares Held** | **1,64,58,398** | **64.79%** | **1,64,58,398** | **64.79%** |

* As per the records of the Parent, including the register of members. The above details are certified by the Registrar and Share Transfer Agents.

The Parent's Board of Directors, at its meeting held on May 23, 2025, have recommended a payment of final dividend of ₹ 02.00 (Two Rupee Only) per equity shares of the face value of ₹ 10 each i.e. 20% of the face value of equity share amounting to ₹ 508.05 Lakhs, subject to the approval of shareholders at their ensuing Annual General Meetings (AGM), hence not recognized as a liability, for the financial period ended at March 31, 2025. The Parent's Board of Directors has not declared any interim dividend during the reporting period. (Refer "Note No. 52").

The Parent's Board of Directors, at its meeting held on May 24, 2024, had proposed a final dividend of ₹ 01.50 (One Rupee Fifty Paisa Only) per equity shares of the face value of ₹ 10 each for the financial period ended March 31, 2024. The proposal was approved by the shareholders at their respective ensuing Annual General Meeting (AGM) hold on August 28, 2024, and the same has resulted a cash outflow of amounting to ₹ 381.04 Lakhs. (Refer "Note No. 52").

**17 Other Equity** (₹ in Lakhs)

| | Reserves and Surplus | | | Item of OCI | | | Total Other Equity |
|---|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Instruments through OCI | Remeasurement of Defined Benefits Plan | Share of OCI in Associates | |
| **Balance as at April 01, 2023 (A)** | **40.32** | **6,789.49** | **16,365.71** | **0.03** | **16.77** | **(38.90)** | **23,173.33** |
| **Addition made during the reporting period** | | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,163.97 | - | - | - | **3,163.97** |
| Adjustment made during the reporting period | - | - | - | - | - | - | **-** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | - | **-** |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (14.71) | - | **(14.71)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | (0.03) | - | - | **(0.03)** |

| | Reserves and Surplus | | | Item of OCI | | | Total Other Equity |
|---|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Instruments through OCI | Remeasurement of Defined Benefits Plan | Share of OCI in Associates | |
| Share of Other Comprehensive Income in Associates (Net of taxes) | - | - | - | - | - | 290.32 | **290.32** |
| **Total Comprehensive Income for the year 2023 - 2024 (B)** | **-** | **-** | **3,163.97** | **(0.03)** | **(14.71)** | **290.32** | **3,439.55** |
| **Reduction made during the reporting period** | | | | | | | |
| Final Dividend (Refer "Note No. 52") | - | - | 254.03 | - | - | | **254.03** |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **254.03** | **-** | **-** | | **254.03** |
| **Balance as at March 31, 2024 (D) = (A + B - C)** | **40.32** | **6,789.49** | **19,275.66** | **-** | **2.06** | **251.42** | **26,358.94** |

| | Reserves and Surplus | | | Item of OCI | | | Total Other Equity |
|---|---|---|---|---|---|---|---|
| | Capital Reserve | Securities Premium | Retained Earning | Equity Instruments through OCI | Remeasurement of Defined Benefits Plan | Share of OCI in Associates | |
| **Balance as at April 01, 2024 (A)** | **40.32** | **6,789.49** | **19,275.66** | **-** | **2.06** | **251.42** | **26,358.94** |
| **Addition made during the reporting period** | | | | | | | |
| Net Profit / (Loss) during the reporting period | - | - | 3,887.55 | - | - | - | **3,887.55** |
| Adjustment made during the reporting period | - | - | (15.90) | - | 10.81 | - | **(5.10)** |
| Transferred from Statement of Profit and Loss | - | - | - | - | - | - | - |
| **Items of the Other Comprehensive Income for the period (Net of taxes)** | | | | | | | |
| Remeasurement benefit of defined benefits plan (Net) | - | - | - | - | (23.84) | - | **(23.84)** |
| Net fair value gain on investments in equity instruments through OCI (Net) | - | - | - | - | - | - | - |
| Share of Other Comprehensive Income in Associates (Net of taxes) | - | - | - | - | - | (32.57) | **(32.57)** |
| **Total Comprehensive Income for the year 2024 - 2025 (B)** | **-** | **-** | **3,871.64** | **-** | **(13.03)** | **(32.57)** | **3,826.04** |
| **Reduction made during the reporting period** | | | | | | | |
| Final Dividend (Refer "Note No. 52") | - | - | 381.04 | - | - | - | 381.04 |
| **Total reductions made during the reporting period (C)** | **-** | **-** | **381.04** | **-** | **-** | **-** | **381.04** |
| **Balance as at March 31, 2025 (D) = (A + B - C)** | **40.32** | **6,789.49** | **22,766.26** | **-** | **(10.98)** | **218.84** | **29,803.94** |

**Description of Nature and Purpose of the Reserves**

**a)** **Capital Reserve:** Capital reserve was created on the capital incentive received from sales tax department for the purpose of setting up the manufacturing plants in the State of Maharashtra. The incentive has attached certain terms and conditions, non-compliance of those terms and conditions would render the forfeiture of the incentive.

**b)** **Securities Premium:** Securities premium account is used to record the premium on issue of equity share. These reserve is mainly utilized in accordance with the provisions of the Companies Act, 2013.

**c)** **Remeasurement of Defined Benefits Plan:** This represents the cumulative gains and losses arising on the remeasurements of the defined benefits plan in accordance with the Ind AS - 19 that have been recognized in Other Comprehensive Income.

**d)** **Equity Instruments through Other Comprehensive Income:** This represents the cumulative gains and losses arising on the revaluation of equity instruments measured at fair value through other comprehensive income, under an irrovocable option, net of amounts reclassified to retained earnings when such assets are disposed off.

**e)** **Retained Earnings:** Retained earning reserves represents the undistributed accumulated earnings of the Group as at the date of Consolidated Financial Statements.

**Shares held by the promotors as defined in the Companies Act, 2013 at the end of period**

| Name of Promotors | 31.03.2025 | | 31.03.2024 | | % of Changes during the period |
|---|---|---|---|---|---|
| | No. of Shares held | Percentage of Holding | No. of Shares held | Percentage of Holding | |
| **Equity Shares of ` 10 Each Fully Paid Up** | | | | | |
| Master Vivaan Bhandari (Minor) | 14,59,089 | 5.74% | 14,59,089 | 5.74% | 0.00% |
| Mayank Fastners Private Limited | 47,84,341 | 18.83% | 47,84,341 | 18.83% | 0.00% |
| Ms. Rohini Bhandari | 2,24,325 | 0.88% | 2,24,325 | 0.88% | 0.00% |
| Rohini Farms and Agriculture Private Limited | 1,23,750 | 0.49% | 1,23,750 | 0.49% | 0.00% |
| Shri Arun Bhandari | 69,59,461 | 27.40% | 69,59,461 | 27.40% | 0.00% |
| Shri Mayank Bhandari | 5,65,438 | 2.23% | 5,65,438 | 2.23% | 0.00% |
| Smt. Sakshi Bhandari | 3,90,600 | 1.54% | 3,90,600 | 1.54% | 0.00% |
| Smt. Saroj Bhandari | 32,55,507 | 12.82% | 32,55,507 | 12.82% | 0.00% |
| Star Circlips and Engineerings Limited | 11,58,268 | 4.56% | 11,58,268 | 4.56% | 0.00% |
| **Total Nos. of Shares** | **1,89,20,779** | **74.48%** | **1,89,20,779** | **74.48%** | |

**18 Borrowings** (₹ in Lakhs)

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Non - Current** | | |
| **Secured** | | |
| From Banks and Financial Institutions | | |
| Indian Rupee Loans | 3,183.91 | 1,307.29 |
| **Total…(₹)(A)** | **3,183.91** | **1,307.29** |
| **Unsecured** | | |
| From Related Parties | 30.00 | 30.00 |
| **Total…(₹)(B)** | **30.00** | **30.00** |
| **Total…(₹)(A + B)** | **3,213.91** | **1,337.29** |

**Nature of Securities and Terms of Repayments**

a) Term loan from Axis Bank Limited are secured by first pari-passu charge on both present and future property, plants and equipment held by the Parent and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Parent and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Parent and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Parent. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

b) Term loan (Covid) from Axis Bank Limited are obtained to meet the liquidity mismatch arising out of the COVID - 19, and the same has to be repaid on monthly installments commenced from March 2024, and has to be repaid full on or before March 2027, with a equated monthly installment of ₹ 18.17 Lakhs.

c) Term loan from Axis Bank Limited has been obtained for setting up the factory building and procurement of plants and equipment including solar power equipment at the Parent's existing plant location situated in Umred, Nagpur and the same has been repaid on monthly installments commencing from February 2026, and has to be repaid full on or before January 2031, with a equated quarterly installment of ₹ 33.33 Lakhs. These term loans are secured by way of equitable mortgage on factory land and building situated at Plot No. D15/2 and D16, Umred, Nagpur held in the name of the Parent.

d) Term loan from Citi Bank are secured by first pari-passu charge on both present and future property, plants and equipment held by the Parent and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of the equitable mortgage on factory land and building situated at Survey No. 43, 55/1,

56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Parent and these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Parent and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra & Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Parent. These credit facilities are further secured by way of demand promissory note of ₹ 2,500 Lakhs and are further secured by irrevocable personal guarantees of two of the Directors, Arun Bhandari and Lalit Bhandari.

e) Term loan from Citi Bank has been obtained for setting up the solar power plant at the Parent's existing plant location situated in Shahpur, Bhandara and the same has been repaid on quarterly installments commencing from March 2025, and has to be repaid full on or before March 2028, with a equated quarterly installment of ₹ 60.00 Lakhs.

f) Term loan availed from HDFC Bank Limited by wholly owned subsidiary comapny is secured by pari-passu charge on present and future property, plants and equipment as well as all the inventories, book debts, receivables, and other current assets with them, both existing and to be acquired. These credit facilities are further secured by way of equitable or registered mortgage on land and building sitauted at Plot No. A27, MIDC Industrial Area, Belgaon, Distt. - Umred, held in the name of the Subsidiary Company.

g) Credit facilities availed by the wholly owned subsidiary company are further secured by way of equitable or registered mortgage on commercial property situated at Block No. 210, 211 and 212, Plot No. 345, Shri Mohini Complex, Kingsway, Near Kasturchand Park, Nagpur, held in the name of Mayank Fastners Private Limited related to the Promoter Group.

h) Credit facilities availed by the wholly owned subsidiary company are further secured by way irrevocable Corporate Guarantee of the Parent i.e. MMP Industries Limited.

i) Term loan availed by the wholly owned subsidiary (WOS) company amounting to ` 2,800.00 Lakhs from HDFC Bank Limited has been obtained for setting up the factory building and procurement of plants and equipement at the WOS's proposed plant location situated in Umred and the same has been repaid on monthly installments commencing from January 2026, and has to be repaid full on or before March 2032. The Subsidiary Company has availed only ` 418.01 Lakhs as at the balance sheet date, the repayment of the same has been made with a equated monthly installment of ` 05.57 Lakhs.

j) Term loan from related parties are unsecured and are repayable on demand basis.

**19 Long - Term Financial Liabilities** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Retention Money relating to Capital Expenditures | 58.39 | 34.01 |
| Retention Money relating to Employees | 2.23 | - |
| **Total…(₹)** | **60.63** | **34.01** |

**20 Income Taxes**

**A The major components of income tax expenses during the year are as under:** **(₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **i)** | **Income tax recognized in the Statement of Profit and Loss** | | |
| | **Current tax** | | |
| | In respect of current year | 737.88 | 612.96 |
| | Adjustment in respect of previous year | 1.54 | (0.29) |
| | **Deferred Tax** | | |
| | In respect of current year | 484.20 | 220.46 |
| | **Income tax expenses recognized in the Statement of Profit and Loss** | **1,223.62** | **833.13** |

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| ii) | **Income tax recognized in the Other Comprehensive Income** | | |
| | **Deferred tax** | | |
| | On account of remeasurement of defined benefit plans | (8.02) | (4.95) |
| | On account of net fair value gain on investments in equity instruments | - | (0.01) |
| | **Income tax expenses recognized in the Other Comprehensive Income** | **(8.02)** | **(4.96)** |

**B Reconciliation of Tax Expenses and the Accounting Profit for the year is as under:** **(₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **1** | **Net Profit / (Loss) Before Tax** | **4,497.49** | **3,275.45** |
| 2 | Income tax rate | 25.168% | 25.168% |
| **3** | **Income tax expenses calculated on above** | **1,131.93** | **824.36** |
| 4 | Tax effect on non-deductible expenses | 19.44 | 15.60 |
| 5 | Tax effect on difference in carrying value and tax base of land | 85.36 | (17.95) |
| 6 | Others | (14.64) | 11.40 |
| 7 | **Total** | **1,222.08** | **833.42** |
| 8 | Adjustment in respect of current income tax of previous year | 1.54 | (0.29) |
| 9 | **Tax expenses as per Statement of Profit and Loss** | **1,223.62** | **833.13** |

The tax rate used for reconciliation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**C The major components of Deferred Tax Liabilities / (Assets) arising on account of timing differences as follows:**

**As At March 31, 2025** **(₹ in Lakhs)**

| S. No. | Particulars | Balance Sheet | Profit and Loss | OCI | Balance Sheet |
|---|---|---|---|---|---|
| | | 01.04.2024 | 2024 - 2025 | 2024 - 2025 | 31.03.2025 |
| 1 | Difference between written down value on Property, Plants and Equipment as per books of accounts and Income Tax Act, 1961 | 1,325.49 | 403.70 | - | 1,729.19 |
| 2 | Allowance for unsecured doubtful debts and advances | (77.13) | 7.21 | - | (69.92) |
| 3 | Provision for expenses allowed for tax purpose on payment basis | (91.55) | (8.57) | - | (100.12) |
| 4 | Difference in carrying value and tax base of land | (85.36) | 85.36 | - | 0.00 |
| 5 | Remeasurements of defined benefit plans through Other Comprehensive Income | (0.72) | - | (2.92) | (3.64) |
| 6 | Preliminary expenditure to the extent not written off (Net) (WOS) | - | (1.69) | | (1.69) |
| 7 | On Account of Income Tax Losses of Wholly Owned Subsidiary | - | (1.82) | | (1.82) |
| **8** | **Deferred Tax Expenses / (Benefits)** | | **484.20** | **(2.92)** | |
| **9** | **Net Deferred Tax Liabilities / (Assets)** | **1,070.73** | | | **1,552.00** |

**As At March 31, 2024** **(₹ in Lakhs)**

| S. No. | Particulars | Balance Sheet 01.04.2023 | Profit and Loss 2023 - 2024 | OCI 2023 - 2024 | Balance Sheet 31.03.2024 |
|---|---|---|---|---|---|
| 1 | Difference between written down value on Property, Plants and Equipment as per books of accounts and Income Tax Act, 1961 | 1,049.09 | 276.39 | - | 1,325.49 |
| 2 | Allowance for unsecured doubtful debts and advances | (36.62) | (40.51) | - | (77.13) |
| 3 | Provision for expenses allowed for tax purpose on payment basis | (94.07) | 2.52 | - | (91.55) |
| 4 | Difference in carrying value and tax base of land | (67.41) | (17.95) | - | (85.36) |
| 5 | Remeasurements of defined benefits plan through Other Comprehensive Income | 4.23 | - | (4.95) | (0.72) |
| 6 | Fair valuation of equity instruments through Other Comprehensive Income | 0.01 | - | (0.01) | - |
| **7** | **Deferred Tax Expenses / (Benefits)** | | **220.46** | **(4.96)** | |
| **8** | **Net Deferred Tax Liabilities / (Assets)** | **855.23** | | | **1,070.73** |

**21 Long - Term Provisions** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Employee Benefits*** | | |
| Gratuity (Unfunded) | 233.06 | 226.96 |
| Leave Encashment (Unfunded) | 58.16 | 52.36 |
| **Total…(₹)** | **291.23** | **279.31** |

* Refer "Note No. 46" for further reference.

**22 Other Non - Current Liabilities** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Deferred revenue income arising from grants and subsidies | 131.03 | 140.82 |
| **Total…(₹)** | **131.03** | **140.82** |

**23 Short - Term Borrowings** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Current** | | |
| Secured | | |
| Loans Repayable on Demand | | |
| From Banks and Financial Institutions | | |
| Foreign Currency Loan | - | - |
| Indian Currency Loan | 8,957.69 | 6,490.21 |
| Export Packing Credit | 403.20 | - |
| **Total…(₹) (A)** | **9,360.88** | **6,490.21** |
| **Unsecured** | | |
| Loans Repayable on Demand | | |
| From Banks and Financial Institutions | | |
| Foreign Currency Loan | - | - |
| Indian Currency Loan | 2,509.23 | 1,000.00 |
| Letter of Credit (Trade Receivables) | - | 216.87 |
| **Total…(₹) (B)** | **2,509.23** | **1,216.87** |
| **Current Maturities** | | |
| Secured (Term Loans) | | |
| Indian Currency Loan | 541.39 | 278.00 |
| Hire Purchase Loans | - | - |
| **Total…(₹) (C)** | **541.39** | **278.00** |
| **Total…(₹) (A + B + C)** | **12,411.50** | **7,985.08** |

**Nature of Securities**

a) Working capital loan and export packing credit availed by the Parent from Axis Bank Limited are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Parent presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Parent and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Parent and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Parent. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

b) Working capital loan availed by the Parent from Kotak Mahindra Bank Limited are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Parent presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Parent and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Parent and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Parent. These credit facilities are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

c) Working capital loan availed by the Parent from Citi Bank are secured by first pari-passu charge by way of hypothecation of entire inventories, book debts, receivables and other current assets with the Parent presently held and held in near furture and these credit facilities are further secured by way of first pari-passu charge on immovable property, plants and equipment by way of equitable mortgage on factory land and building situated at Survey No. 43, 55/1, 56/1 and 56/2, Mouza Maregaon, Distt. Bhandara held in the name of the Parent and are these credit facilities are further secured by way of equitable mortgage on land and building sitauted at Survey No. 1016/2, Mouza and Grampanchayat Neeri, PC No. 21, Mohadi, Distt. Bhandara held in the name of the Parent and these credit facilities are also further secured by way of Plot No. B - 28 and B - 28/1, Industrial Area, MIDC, Behind Mahindra and Mahindra, Hingna Road, Nagpur (M.H.) - 440016 held in the name of the Parent. These credit facilities are further secured by way of demand promissory note of ₹ 2,500 Lakhs and are further secured by irrevocable personal guarantees of two of the Directors, Shri Arun Bhandari and Shri Lalit Bhandari.

d) Working capital loan availed by the Parent from Federal Bank Limited are secured by lien or pledged on term deposit of ₹ 100.00 Lakhs (Pre Year ₹ NIL). The term deposits acts as a cash collateral security against the loans granted by the banks and finacial institutions. The remaining portion of the loans are considered as unsecured

e) Working capital loan from ICICI Bank Limited has been repaid during the reporting period by the Parent.

f) Purchase bill financing (PBF) from banks and financial institutions are unsecured in nature, and the same has been obtained to finance the working capital requirement of the Parent, which carries the interest at the rate of 9.05% p.a.

**24 Trade Payables*** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Trade Payables (Including Acceptance)**** | | |
| Due to Micro and Small Enterprises*** | 832.28 | 700.31 |
| Due to Others# | 1,880.42 | 1,624.13 |
| **Total…(₹)** | **2,712.70** | **2,324.44** |

* Refer "Note No. 41" for ageing analysis of Trade Payables.

** Acceptance include the arrangments where operational suppliers of goods and services are initially paid by the banks and financial institutions, while the Group continues to recognize the liabilities till the settlement with the banks and financial institutions, which are normally effected within a period of 90 days amounting to ₹ NIL (Prev Year ₹ NIL).

*** The Group has certain dues to the suppliers of Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). The disclosure pursuant to the said MSMED Act, 2006 are as follows:

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Principal amount due to the suppliers registered under the MSMED Act, 2006 and remaining amount unpaid at the end of the reporting period** | **832.28** | **700.31** |
| Interest due to the suppliers registered under the MSMED Act, 2006 and remaining unpaid at the end of the period | - | - |
| Principal amount paid to the suppliers registered under the MSMED Act, 2006 beyond the stipulated day during the period | - | - |
| Interest paid, under Section 16 of MSMED Act, 2006 to the suppliers registered under the Act, beyond the "Appointed Day" during the period | - | - |
| Interest due or payable towards the suppliers registered under the MSMED Act, 2006 for the payments already made | - | - |
| Further interest remaining due and payable for the earlier period | - | - |

Dues to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the Auditors.

*# Refer "Note No. 38B" for the information of credit risk and market risk for Trade Payables.*

**25 Other Financial Liabilities** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Investor Education and Protection Fund*** | | |
| Unclaimed / Unpaid Dividend | 2.88 | 1.93 |
| **Total…(₹)(A)** | **2.88** | **1.93** |
| **Others** | | |
| Audit Fees Payable | 2.82 | 2.07 |
| Capital Creditors** | 461.80 | 304.58 |
| Interest Accrued but not yet due | 72.63 | 17.18 |
| Liabilities for Expenses | 411.93 | 177.98 |
| Liabilities towards Services*** | 327.25 | 345.74 |
| Payable towards Employees | 160.06 | 135.23 |
| Payable towards Direct Tax | 33.36 | 26.21 |
| Payable towards Indirect Tax | 307.03 | 30.02 |
| **Total…(₹)(B)** | **1,776.88** | **1,039.02** |
| **Total…(₹)(A + B)** | **1,779.75** | **1,040.95** |

* As at March 31, 2025, and March 31, 2024, there were no amount due and outstanding to be transferred to "Investor Education and Protection Fund" by the Group under section 125 of the Companies Act, 2013. Unclaimed Dividend, if any, shall be transferred to Investor Education and Protection Fund as and when they become due.

** Out of the above Capital Creditors, ₹ 177.75 Lakhs (Prev Year ₹ 147.97 Lakhs) are dues to the suppliers of Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). Refer "Note No. 41.1" for aging analysis of Capital Creditors.

*** Out of the above Liabilities towards Services, ₹ 94.22 Lakhs (Prev Year ₹ 108.48 Lakhs) are dues to the suppliers of Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act 2006"). Refer "Note No. 41.2" for aging analysis of Liabilities towards Services.

**26 Other Current Liabilities** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Others** | | |
| Advance received from Customer's | 269.40 | 269.96 |
| **Total…(₹)** | **269.40** | **269.96** |

**27 Short - Term Provisions** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Employee Benefits*** | | |
| Gratuity (Unfunded) | 116.33 | 74.48 |
| Leave Encashment (Unfunded) | 20.39 | 12.83 |
| **Total…(₹)** | **136.73** | **87.31** |

* Refer "Note No. 46" for further reference.

**28 Current Tax Liabilities (Net)** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Provision for Income Tax (Net)** | | |
| Provision for Income Tax | - | 612.96 |
| Less: Advance Income Tax | - | (525.00) |
| Less: Tax Dedcuted at Source Receivables | - | (50.59) |
| Less: Tax Collected at Source Receivables | - | (6.44) |
| **Total…(₹)** | **-** | **30.93** |

The tax rate used for calculation above is Corporate Tax rate at the rate 25.168% (Prev Year 25.168%) payable by the Corporate Entities on taxable profits under Indian Tax Laws.

**29 Revenue from Operations** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Revenue from Operations** | | |
| **Sale of Products*** | | |
| Domestic Market | 66,546.32 | 56,957.34 |
| Export Market | 2,300.88 | 601.24 |
| Trading Sales | 9.93 | 23.07 |
| **Total Sale of Products…(₹)(A)** | **68,857.13** | **57,581.65** |
| **Sale of Services*** | | |
| Job Work Receipts | 277.50 | 260.24 |
| **Total Sale of Services…(₹)(B)** | **277.50** | **260.24** |
| **Other Operating Revenue** | | |
| Duty Draw Back Entitlements | 26.69 | 6.69 |
| RoDTEP | 24.68 | 5.77 |
| **Total Other Operating Revenue…(₹)(C)** | **51.37** | **12.46** |
| **Total…(₹)(A + B + C)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Timing of Revenue Recognition** | | |
| Goods transferred at a point in time | 68,857.13 | 57,581.65 |
| Services transferred over the time | 277.50 | 260.24 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Disaggregation of revenue based on products and services** | | |
| Aluminium Powder and Paste | 43,835.43 | 39,039.81 |
| Aluminium Foils | 15,441.20 | 10,703.89 |
| Aluminium Conductors | 9,666.99 | 7,865.91 |
| Others | 242.38 | 244.73 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Disaggregation by locations of customers** | | |
| In India | 66,833.74 | 57,240.65 |
| Outside India | 2,300.88 | 601.24 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Reconciliation of Revenue recongnized in the Consolidated Statement of Profit and Loss with Contracted Price** | | |
| Revenue as per Contracted Price | 69,516.04 | 58,469.28 |
| Less: Rebates, discounts and other deductions | 381.41 | 627.38 |
| **Total revenue from contract with customers** | **69,134.62** | **57,841.89** |
| Add: Export Incentives | 51.37 | 12.46 |
| **Total Revenue from Operations…(₹)** | **69,185.99** | **57,854.35** |

**Peformance Obligations**

**Sales of Product:** Performance obligation in respect of sales of goods is satisfied, when the controls of the goods is transferred to the customer, generally on delivery of the goods and payment is generally due as per the terms of contract with the customers.

**Sales of Services:** Performance obligation in respect of sales of service is satisfied over a period of time and the acceptance of the customers. In respect of these services, payment is generally due upon the completion of services and acceptance from the customers.

During the reporting period and previous reporting period, the Company does not have any remaining performance obligation as contracts entered for sales of goods and sales of service are for a shorter duration.

* The Group collects the Goods and Service Tax (GST) on behalf of the Government, hence the GST is not included in Revenue from Operations.

**30 Other Income** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Interest Income** | | |
| On Other Financial Assets carried at Amortized Costs | 13.06 | 6.44 |
| On Other Assets | 2.97 | 22.92 |
| **Total Interest Income…(₹)(A)** | **16.04** | **29.36** |
| **Other Non - Opearting Revenues** | | |
| Dividend Income | - | 0.01 |
| Foreign Exchange Gain or Loss (Net) | 63.09 | 3.14 |
| Insurance Claim | - | 59.54 |
| Misc. Income | 0.72 | 2.73 |
| Rental Income | 15.00 | 15.00 |
| Scrap Sales | - | 6.40 |
| Subsidy or Grant (Deferred) | 9.79 | 9.60 |
| Surplus on Disposal of Non - Current Investments | - | 0.10 |
| Sundry Balances Written Off (Net) | - | 8.27 |
| **Total Non - Operating Income…(₹)(B)** | **88.60** | **104.78** |
| **Total…(₹)(A + B)** | **104.63** | **134.14** |

**31 Cost of Materials Consumed** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Consumption of Raw Materials** | | |
| Stock at the beginning of the reporting period | 2,982.16 | 1,861.67 |
| Add: Purchases made during the reporting period | 54,335.30 | 46,261.02 |
| Add: Direct expenses incurred during the reporting period | 194.09 | 176.34 |
| Less: Stock at the end of the reporting period | 3,205.03 | 2,982.16 |
| **Consumption of Raw Materials…(₹)(A)** | **54,306.52** | **45,316.86** |
| **Consumption of Packing Materials** | | |
| Stock at the beginning of the reporting period | 151.77 | 170.03 |
| Add: Purchases made during the reporting period | 1,264.10 | 1,041.10 |
| Add: Direct expenses incurred during the reporting period | 4.78 | 4.35 |
| Less: Stock at the end of the reporting period | 183.40 | 151.77 |
| **Consumption of Packing Materials…(₹)(B)** | **1,237.25** | **1,063.71** |
| **Total Consumption of Materials…(₹)(A + B)** | **55,543.77** | **46,380.57** |

**32 Changes in Inventories of Finished Goods, Work-in-Progress and Trading Stock** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Stock at the beginning of the Reporting Period** | | |
| Finished Goods | 1,943.82 | 2,512.49 |
| Work-in-Progress | 5,625.43 | 3,713.33 |
| Trading Stock | 2.30 | 3.64 |
| | **7,571.55** | **6,229.45** |
| **Stock at the end of the Reporting Period** | | |
| Finished Goods | 3,711.73 | 1,943.82 |
| Work-in-Progress | 5,927.18 | 5,625.43 |
| Trading Stock | 2.40 | 2.30 |
| | **9,641.31** | **7,571.55** |
| **(Increase) / Decrease in Inventories…(₹)** | **(2,069.76)** | **(1,342.11)** |

**33 Employee Benefit Expenses*** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Employee Benefits Expense** | | |
| Salary, Wages, Incentives and Managerial Remuneration | 4,044.49 | 3,573.07 |
| Contributions to: | | |
| Provident Fund | 133.96 | 129.36 |
| Other Funds | 11.30 | 8.82 |
| Bonus | 73.94 | 69.51 |
| Staff Welfare Expenses | 131.63 | 82.29 |
| **Total…(₹)** | **4,395.32** | **3,863.04** |

* Refer "*Note No. 46*" for further reference.

**34 Finance Costs** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Interest on Financial Liabilities carried at Amortized Cost** | | |
| On Bank Borrowings | 936.34 | 630.51 |
| Interest to Others | 6.84 | 4.53 |
| Other Interest Expenses | 76.09 | 49.26 |
| **Total…(₹)** | **1,019.27** | **684.30** |

**35 Depreciation and Amortization Expenses** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Depreciation and Amortization Expenses** | | |
| Depreciation Expenses | 963.58 | 769.18 |
| Amortization Expenses | 6.97 | 27.17 |
| **Total…(₹)** | **970.55** | **796.35** |

**36 Other Expenses** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **Others** | | |
| Consumption of Stores, Spares and Consumables | 742.53 | 618.25 |
| Consumption of Power and Fuel | 2,810.35 | 2,401.55 |
| Administrative and Other Expenses | 91.16 | 80.73 |
| Conveyance and Travelling Expenses | 133.08 | 136.33 |
| Corporate Social Responsibilities Expenses | 59.82 | 51.88 |
| Director Sitting Fees | 7.75 | 4.05 |
| Insurance Charges | 55.75 | 59.23 |
| Legal and Professional Fees | 187.12 | 214.39 |
| Licence Fees | 4.77 | 3.62 |
| Loss on Future and Option Contracts | 31.51 | - |
| Loss on Disposal of Property, Plants and Equipement | 11.37 | 4.40 |
| Loss on Disposal of RoDTEP Licences | - | 0.08 |
| Payments to the Auditor (Refer "Note No. 36.1") | 3.47 | 2.78 |
| Preliminary Expenditure to the extent written off | 6.70 | - |
| Provision for Unsecured Doubtful Debts and Advance | 54.15 | 160.95 |
| Rent, Rates and Taxes | 57.60 | 62.07 |
| Repair and Maintenance Expenses | | |
| For Plant and Machineries | 57.97 | 48.03 |
| For Buildings | 47.94 | 26.73 |
| For Other Assets | 37.49 | 23.80 |
| Security Charges | 105.87 | 89.09 |
| Selling and Distribution Expenses | 419.19 | 324.22 |
| **Total…(₹)** | **4,925.60** | **4,312.17** |

**36.1 Payments to the Auditor** **(₹ in Lakhs)**

| Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| **As Auditor's:** | | |
| Audit Fees | 2.75 | 2.00 |
| Tax Audit Fees | 0.30 | 0.30 |
| Certification Fees | 0.42 | 0.48 |
| **Total…(₹)** | **3.47** | **2.78** |

**37 Category Wise Classification of Financial Instruments** **(₹ in Lakhs)**

| Financial Assets | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Non-Current** | | | |
| **Financial assets measured at fair value through profit and loss (FVTPL)** | | | |
| **Investment in Quoted / Unquoted Mutual Funds** | | | |
| Investment in Unquoted Mutual Funds | | - | - |
| **Total…(₹)(A)** | | - | - |
| **Financial assets measured at fair value through other comprehensive income (FVTOCI)** | | | |
| Investment in Quoted Equity Shares / Debentures | | - | - |
| **Total…(₹)(B)** | | - | - |
| **Financial assets measured at amortized costs** | | | |
| Investment in Unqouted Equity Instruments | 5 | 4,767.81 | 4,236.62 |
| Loans to Employees | 6 | 17.55 | 7.97 |
| Security Deposits | 7 | 32.21 | 74.58 |
| Term Deposits with maturity of more than 12 months | 7 | 106.39 | 13.50 |
| Other Receivables (Net of Provisions) | 7 | 470.92 | 533.44 |
| **Total…(₹)(C)** | | **5,394.89** | **4,866.13** |
| **Total…(₹)(A + B + C)** | | **5,394.89** | **4,866.13** |

**(₹ in Lakhs)**

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Assets** | | | |
| **Current** | | | |
| **Financial assets measured at fair value through profit and loss (FVTPL)** | | | |
| Investment in Quoted / Unquoted Mutual Funds | | - | - |
| **Total…(₹)(A)** | | - | - |
| **Financial assets measured at fair value through other comprehensive income (FVTOCI)** | | | |
| Investment in Quoted Equity Shares / Debentures | | - | - |
| **Total…(₹)(B)** | | - | - |
| **Financial assets measured at amortized costs** | | | |
| Trade Receivables | 11 | 8,951.40 | 5,706.17 |
| Cash and Cash Equivalents | 12A | 1,095.22 | 37.23 |
| Other Balances with Banks | 12B | 2.88 | 1.93 |
| Loans to Employees | 13 | 16.48 | 15.05 |
| Interest Receivables | 14 | 2.48 | 8.88 |
| Rent Receivables | 14 | 6.21 | 3.70 |
| Term Deposits with Banks and Financial Institutions | 14 | 93.98 | 54.11 |
| **Total…(₹)(C)** | | **10,168.66** | **5,827.08** |
| **Total…(₹)(A + B + C)** | | **10,168.66** | **5,827.08** |

(₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Liabilities** | | | |
| **Non-Current** | | | |
| **Financial liabilities measured at amortized costs** | | | |
| Borrowings from Banks and Financial Institutions | 18 | 3,183.91 | 1,307.29 |
| Inter - Corporate and Related Parties Loans | 18 | 30.00 | 30.00 |
| Retention Money related to Capital Expenditure | 19 | 58.39 | 34.01 |
| Retention Money related to Employees | 19 | 2.23 | - |
| **Total…(₹)** | | **3,274.54** | **1,371.29** |

(₹ in Lakhs)

| Particulars | Note | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| **Financial Liabilities** | | | |
| **Current** | | | |
| **Financial liabilities measured at amortized costs** | | | |
| Short - Term Borrowings (Secured) | 23 | 8,957.69 | 6,490.21 |
| Export Packing Credit (Secured) | 23 | 403.20 | - |
| Working Capital Loans from Bank (Unsecured) | 23 | 2,509.23 | 1,000.00 |
| Letter of Credit (Trade Receivable) | 23 | - | 216.87 |
| Current Maturities of Term Loans | 23 | 541.39 | 278.00 |
| Trade Payables - MSME | 24 | 832.28 | 700.31 |
| Trade Payables - Dues to MSME | 24 | 1,880.42 | 1,624.13 |
| Unpaid Dividend | 25 | 2.88 | 1.93 |
| Audit Fees Payable | 25 | 2.82 | 2.07 |
| Capital Creditors | 25 | 461.80 | 304.58 |
| Interest Accrued but not yet due | 25 | 72.63 | 17.18 |
| Liabilities for Expenses | 25 | 411.93 | 177.98 |
| Liabilities towards Services | 25 | 327.25 | 345.74 |
| Payable towards Employees | 25 | 160.06 | 135.23 |
| Payable towards Direct Tax | 25 | 33.36 | 26.21 |
| Payable towards Indirect Tax | 25 | 307.03 | 30.02 |
| **Total…(₹)** | | **16,903.95** | **11,350.48** |

**38A- Fair Value Measurements**

i) **Financial Instruments measured at Fair Value through Other Comprehensive Income**

The Parent neither hold quoted or unquoted debentures or bonds nor holds quoted equity instruments, which are being measured at Fair Value through Other Comprehensive Income (FVTOCI), so the requirement to report under the "*Ind AS - 109, Fair Value"* is not applicable to the Parent for all the reporting periods presented in the Consolidated Financial Statements.

ii) **Financial Instruments measured at Fair Value through Profit or Loss**

(₹ in Lakhs)

| Financial Assets / Financial Liabilities | Fair Value As At 31.03.2025 | Fair Value Hierarchy | | |
|---|---|---|---|---|
| | | Quoted Price in Active Market (Level 1) | Significant Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Foreign Currency Forward Exchange Contract Payable | -- | -- | -- | -- |

(₹ in Lakhs)

| Financial Assets / Financial Liabilities | Fair Value As At 31.03.2024 | Fair Value Hierarchy | | |
|---|---|---|---|---|
| | | Quoted Price in Active Market (Level 1) | Significant Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Foreign Currency Forward Exchange Contract Payable | ₹ 00.13 | ₹ 00.13 | -- | -- |

The Parent neither hold any unquoted equity shares (other than investments in associates and subsidiaries, which are being measured at amortized costs) nor holds quoted mutual funds, which are being measured at Fair Value through Profit and Loss (FVTPL), so the requirement to report under the "*Ind AS - 109, Fair Value"* is not applicable to the Parent for all the reporting periods presented in the Consolidated Financial Statements.

The Parent has not any financial liabilities which are being measured at Fair Value through Profit or Loss (FVTPL) except mentioned above, so the reporting under the "*Ind AS - 109, Fair Value"* is not applicable to the Parent in respect of all the reporting periods presented in Consolidated Financial Statements.

iii) **Financial Instruments measured at Amortized Costs**

The carrying amount of financial assets and financial liabilities measured at amortized costs in the Consolidated Financial Statements are a reasonable approximation of the fair value since the Group does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

**38B- Financial Risk Management - Objectives and Policies**

The Group's principal financial assets mainly comprise of investments, security deposits, cash and cash equivalents, other balances with banks, trade and other receivables that derive directly from its business operations. The Group's financial liabilities mainly comprise the borrowings in foreign as well as Indian currency, retention money, trade payable and other payables. The main purpose of these financial liabilities is to finance the Group's business operations and to provide guarantees to support its operations.

The Group is exposed to Market Risk, Credit Risk and Liquidity Risk from its financial instruments. The Parent's Board of Directors ("the Board") oversees the management of these financial risks. The risk management policy of the Group formulated by the Group's management and approved by the Board of Director's, which states the Group's approached to address uncertainties in its endeavor to achieve its stated and implicit objectives. It prescribes the roles and responsibilities of the Group's managements, the structure for managing the risk and the framework for risk management. The framework seeks to identify, assess and mitigate the financial risks in order to minimize potential adverse effects on the Group's financial performance. The Board has taken necessary actions to mitigate the risks identified on the basis of information and situations present.

The following disclosures summarize the Group's exposure to financial risks and the information regarding the use of derivatives employed to manage the exposure to such risks. Quantitative sensitivity analysis has been provided to reflect the impact of reasonably possible changes in market rate on financial results, cash flows and financial positions of the Group.

**1) Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market prices. Market risk comprises three types of Risk: *"Interest rate risk, Currency risk and Other price risk"*. Financial instruments affected by the market risk include loans and borrowings in foreign as well as domestic currency, deposits, retention money, trade and other payables and trade receivables and derivatives financial instruments.

a) **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash outflows of a financial instrument will fluctuate because of changes in the market interest rates. An upward movement in the interest rate would adversely affect the borrowing costs of the Group. The Group is exposed to long-term and short-term borrowings. The Group manages interest rate risk by monitoring its mix of fixed and floating rate instruments and taking actions as necessary to maintain an appropriate balance. The Group has not used any interest rate derivatives.

**i) Interest Rate Risk Exposure**

**(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Variable Rate Borrowing | 11,870.11 | 7,707.08 |
| Fixed Rate Borrowing | 3,755.30 | 1,615.29 |

**ii) Sensitivity Analysis**

Profit and Loss estimates to higher / lower interest rate expense from borrowings as a result of changes in interest rate.

**(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| Interest Rate - Increase by 70 Basis Points | (109.38) | (65.26) |
| Interest Rate - Decrease by 70 Basis Points | 109.38 | 65.26 |

b) **Foreign Currency Risk**

Foreign currency risk is the risk that the fair value or future cash outflows of an exposure will fluctuate due to changes in foreign exchange rates. The Group operates globally, and a portion of the business is transacted in several currencies and consequently the Group is exposed to foreign exchange risk through its sales in overseas and purchases from overseas suppliers in foreign currency. The foreign currency exchange rate exposure is partly balanced by purchasing of the goods in the respective currencies. The Group enters into forward exchange contracts with an average maturity of less than three months to hedge against its foreign currency exposures relating to the recognized underlying liabilities and firm commitments.

The carrying amount of the Group's foreign currency denominated monetary items are as follows:

**(₹ in Lakhs)**

| Currency | Liabilities | | Assets | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| **USD ($)** | 00.10 | -- | -- | -- |
| **EURO (€)** | 04.43 | -- | 07.29 | -- |

The above table represents the total exposure of the Group to its foreign exchange denominated monetary items. Out of the above mentioned, the details of exposures hedged using forward exchange contracts are given in *"Note No. 53A"*. The Group has not hedged its foreign currency exposure during the previous reporting period. The details of unhedged exposures are given as part of *"Note No. 53B"*.

The Group is mainly exposed to changes in USD ($) and EURO (€). The below table demonstrated the sensitivity to a 5% increase or decrease in USD ($) against INR and EURO (€) against INR, considering with all other variable remains constant. The sensitivity analysis is prepared on the net unhedged exposure of the Group as at the reporting period and previous reporting period. 5% represents the management's assessment of reasonably change in foreign exchange rate.

**(₹ in Lakhs)**

| Change in USD ($) Rate | Effect on Profit after Tax (PAT) | | Effect on Total Equity | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| **-5%** | 00.32 | -- | 00.32 | -- |
| **+5%** | (00.32) | -- | (00.32) | -- |

**(₹ in Lakhs)**

| Change in EURO (€) Rate | Effect on Profit after Tax (PAT) | | Effect on Total Equity | |
|---|---|---|---|---|
| | 31.03.2025 | 31.03.2024 | 31.03.2025 | 31.03.2024 |
| **-5%** | (09.87) | -- | (09.87) | -- |
| **+5%** | 09.87 | -- | 09.87 | -- |

c) **Other Price Risk**

Other price risk is the risk that the fair value of a financial instruments will fluctuate due to changes in market traded price. Other price risk arises from financial assets such as investments in quoted equity instruments. The Group is exposed to price risk arising mainly from investments in quoted equity instruments recognized at FVTOCI, if any. As at March 31, 2025, the carrying value of such quoted equity instruments recognized at amounts FVTOCI amounts to ₹ NIL (March 31, 2024, ₹ NIL).

**2) Credit Risk**

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial losses to the Group. Credit risk arises primarily from financial assets such as trade receivables, other balances with banks and other financial assets such as other receivables with the Group.

The Group has adopted a policy of only dealing with counter parties that have sufficiently high credit ratings. The Group's exposure and credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions is reasonably spread amongst the counterparties.

Credit risk arising from term deposits and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognized financial institutions with high credit rating assigned by the international credit rating agencies.

The average credit period on sale of products ranges from 30 to 60 days. Credit risk arising from trade receivable is managed in accordance with the Group's established policy, procedures and control relating to customer credit risk management. The credit quality of a customer is assessed based on detailed study of creditworthiness and accordingly individual credit limits are defined / modified. The concentration on credit risk is limited due to the fact that, the customer base is large. There are very few of the customers, which represents more than 10% of its total balance of trade receivable. For trade receivables, as a practical expedient, the Group computes credit loss allowance based on provision matrix. The provision matrix is prepared on historically observed default rate over the expected life of trade receivable and is adjusted for forward-looking estimates. The provision matrix at the end of reporting period as follows:

| Net Outstanding > 365 Days | Percentage of Collection to Gross Outstanding in Current Year | Credit Loss Allowances |
|---|---|---|
| Yes | < 25% | Yes, to the extent of lifetime expected credit losses outstanding as at reporting date. |
| Yes | > 25% | Yes, to the extent of lifetime expected credit losses pertaining to balances outstanding for more than one year. |

**(₹ in Lakhs)**

| **Movement in Expected Credit Loss Allowance on Trade Receivables** | **31.03.2025** | **31.03.2024** |
|---|---|---|
| **Balance at the beginning of the reporting period** | **306.45** | **145.50** |
| Add: Loss allowance measured at lifetime expected credit losses | 54.15 | 160.95 |
| Less: Bad Debts written off during the reporting period | 82.80 | -- |
| **Balance at the end of reporting period** | **277.80** | **306.45** |

**3) Liquidity Risk**

Liquidity risk is the risk that the Group will encounter difficulty in raising the funds to meet the commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The Group has an established liquidity risk managements framework for managing its short-term, medium-term and long-term funding and liquidity management requirements. The Group's exposure to liquidity risk arises primarily from mismatches of maturities of financial assets and liabilities. The Group manages the liquidity risk by

maintaining adequate funds in the cash and cash equivalents. The Group also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

The Group believes that its liquidity positions {As At March 31, 2025, ₹ 1,295.60 Lakhs (Prev Year ₹ 104.84 Lakhs)}, anticipated future internally generated funds from operations, and its fully available revolving undrawn credit facilities will enable it to meet its future known obligations in the ordinary course of business. However, if liquidity needs were to arise, the Group believes it has access to financing arrangements, value of unencumbered assets, which should enable it to meet its ongoing capital, operating, and other liquidity requirements.

The liquidity position of the Group mentioned above, includes:

i) Cash and Cash Equivalents as disclosed in the Cash Flows Statements

ii) Current / non - current term deposits as disclosed in the other financial assets

The Group's liquidity management process as monitored by the management, includes:

i) Day-to-day funding, managed by monitoring future cash flows to ensure that requirements can be met.

ii) Maintaining rolling forecasts of the Group's liquidity position on the basis of expected cash flows.

iii) Maintaining diversified credit lines.

The below table analysis shows the financial liabilities of the Group in the relevant maturity grouping based on the remaining period from the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows:

**(₹ in Lakhs)**

| Particulars | Less than 1 Year | Between 1 to 5 Year | More than 5 Year | Total | Carrying Value |
|---|---|---|---|---|---|
| **As At March 31, 2025** | | | | | |
| **Borrowings** | 12,411.50 | 3,213.91 | -- | **15,625.41** | **15,625.41** |
| **Other Financial Liabilities** | 1,779.75 | 60.63 | -- | **1,840.38** | **1,840.38** |
| **Trade Payables** | 2,712.70 | -- | -- | **2,712.70** | **2,712.70** |
| **As At March 31, 2024** | | | | | |
| **Borrowings** | 7,985.08 | 1,337.29 | -- | **9,322.37** | **9,322.37** |
| **Other Financial Liabilities** | 1,040.95 | 34.01 | -- | **1,074.96** | **1,074.96** |
| **Trade Payables** | 2,324.44 | -- | -- | **2,324.44** | **2,324.44** |

**38C -Capital Management**

The Group adheres to a robust Capital Management framework which is underpinned by the following guiding principles.

a) Maintain the financial strength to ensure BBB+ stable ratings domestically and investment grade ratings internationally.

b) Ensure financial flexibility and diversify the source of financing and their maturities to minimize liquidity risk while meeting its investment requirements.

c) Ensure sufficient liquidity is available (either through cash and cash equivalents, investments or committed credit facilities) to meet the needs of the business.

d) Minimize the finance costs while taking into consideration current and future industry, market and economic risks and conditions.

e) Safeguard its ability to continue as going as a going concern.

f) Leverage optimally in order to maximize shareholders' returns while maintaining strength and flexibility of the Balance Sheet.

This framework is adjusted based on underlying macro-economic factors affecting the business environment, financial market conditions and interest rates environment.

The Board of Directors of the respective companies included in the Group has primary responsibilities to maintain a strong capital base and reduce the cost of capital through a prudent management of deployed fund and leveraging in domestic and international financial market, so as to maintain investors, creditors and market confidence and to sustain future development of the business.

For the purpose of the Group's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity shareholders of the Parent. The primary objective of the Group, when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

As at March 31, 2025, and March 31, 2024, the Parent has only one class of equity shares and has low debts. Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Parent allocates its capital for distribution as dividends or reinvestments into business based on its long-term financial plans.

The Parent manages its capital on the basis of the Net Debt to Equity Ratio which is Net Debt (Total Borrowings net of Cash and Cash Equivalents) divided by total equity.

**(₹ in Lakhs)**

| Particulars | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Total Liabilities | 22,558.87 | 14,600.84 |
| Less: Cash and Cash Equivalents | 1,095.22 | 37.23 |
| **Net Debt (A)** | **21,463.65** | **14,563.61** |
| **Total Equity** | **32,344.20** | **28,899.20** |
| **Net Debts to Total Equity** | **0.66** | **0.50** |

The Group has complied with the covenants as per the terms and conditions of the major borrowing facilities throughout the reporting period and previous reporting period.

**39 Capital Work-in-Progress ageing Schedule**

| S. No. | Particulars | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|
| 1 | Projects-in-Progress | 2,698.10 | 142.56 | - | - | **2,840.66** |
| 2 | Projects temporarily suspended | - | - | - | - | **-** |

| S. No. | Particulars | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|
| 1 | Projects-in-Progress | 2,748.38 | - | - | - | **2,748.38** |
| 2 | Projects temporarily suspended | - | - | - | - | **-** |

There are no capital work-in-progress, where completion is overdue against the original planned timelines or where the estimated cost exceeded its original planned costs as at March 31, 2025, and March 31, 2024.

**40 Trade Receivables ageing Schedule**

| S. No. | Particulars | Not Due | Less than Six Months | Six Months to One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|---|
| | **Trade Receivable - Unsecured** | | | | | | | |
| a) | Undisputed, Considered Good | 8,357.52 | 609.65 | 1.87 | - | - | - | **8,969.03** |
| b) | Undisputed, Considered Doubtful | - | - | - | 30.24 | - | - | **30.24** |
| c) | Disputed, Considered Good | - | - | - | - | - | - | **-** |
| d) | Disputed, Considered Doubtful | - | - | - | - | - | - | **-** |
| | | **8,357.52** | **609.65** | **1.87** | **30.24** | **-** | **-** | **8,999.27** |
| e) | Less: Allowance for Doubtful Debts | - | - | - | - | - | - | **47.87** |
| | **Total…(₹)** | | | | | | | **8,951.40** |

| S. No. | Particulars | Not Due | Less than Six Months | Six Months to One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|---|
| | **Trade Receivable - Unsecured** | | | | | | | |
| a) | Undisputed, Considered Good | 5,532.95 | 170.17 | 44.87 | 13.89 | - | - | **5,761.88** |
| b) | Undisputed, Considered Doubtful | - | - | - | 81.23 | - | - | **81.23** |
| c) | Disputed, Considered Good | - | - | - | - | - | - | **-** |
| d) | Disputed, Considered Doubtful | - | - | - | - | - | - | **-** |
| | | **5,532.95** | **170.17** | **44.87** | **95.11** | **-** | **-** | **5,843.10** |
| e) | Less: Allowance for Doubtful Debts | - | - | - | - | - | - | **136.93** |
| | **Total…(₹)** | | | | | | | **5,706.17** |

The Group does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41 Trade Payables ageing Schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Trade Payable (Including Acceptance)** | | | | | | | |
| a) | MSME | 830.76 | 1.52 | - | - | - | **832.28** |
| b) | Other than MSME | 1,665.71 | 212.38 | 2.34 | - | - | **1,880.42** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **2,496.47** | **213.89** | **2.34** | **-** | **-** | **2,712.70** |

| S. No. | Particulars | Not Due | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|
| **Trade Payable (Including Acceptance)** | | | | | | | |
| a) | MSME | 697.08 | 3.23 | - | - | - | **700.31** |
| b) | Other than MSME | 1,048.77 | 571.22 | 4.14 | - | - | **1,624.13** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(`)** | **1,745.85** | **574.46** | **4.14** | **-** | **-** | **2,324.44** |

The Group does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41.1 Capital Creditors ageing Schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Capital Creditors (Including Acceptance)** | | | | | | | |
| a) | MSME | 177.75 | - | - | - | - | **177.75** |
| b) | Other than MSME | 269.26 | 14.78 | - | - | - | **284.05** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **447.01** | **14.78** | **-** | **-** | **-** | **461.80** |

| S. No. | Particulars | Not Due | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2024 |
|---|---|---|---|---|---|---|---|
| **Capital Creditors (Including Acceptance)** | | | | | | | |
| a) | MSME | 147.97 | - | - | - | - | **147.97** |
| b) | Other than MSME | 148.23 | 8.37 | - | - | - | **156.61** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **296.20** | **8.37** | **-** | **-** | **-** | **304.58** |

The Group does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**41.2 Liabilities towards Service ageing Schedule**

| S. No. | Particulars | Not Due | Less than One Year | One to Two Years | Two to Three Years | More than Three Years | Total As At 31.03.2025 |
|---|---|---|---|---|---|---|---|
| **Liabilities towards Service (Including Acceptance)** | | | | | | | |
| a) | MSME | 90.99 | 3.23 | - | - | - | **94.22** |
| b) | Other than MSME | 231.91 | 1.12 | - | - | - | **233.03** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **322.90** | **4.35** | **-** | **-** | **-** | **327.25** |
| | | | | | | | |
| **S. No.** | **Particulars** | **Not Due** | **Less than One Year** | **One to Two Years** | **Two to Three Years** | **More than Three Years** | **Total As At 31.03.2024** |
| **Liabilities towards Service (Including Acceptance)** | | | | | | | |
| a) | MSME | 108.48 | - | - | - | - | **108.48** |
| b) | Other than MSME | 226.02 | 11.23 | - | - | - | **237.26** |
| c) | Disputed Dues - MSME | - | - | - | - | - | **-** |
| d) | Disputed Dues - Other than MSME | - | - | - | - | - | **-** |
| | **Total…(₹)** | **334.50** | **11.23** | **-** | **-** | **-** | **345.74** |

The Group does not have any unbilled dues as at March 31, 2025, and March 31, 2024.

**42 Key Financial Ratio**

| S. No. | Ratio | Numerator | Denominator | As At 31.03.2025 | As At 31.03.2024 | % Variation |
|---|---|---|---|---|---|---|
| 1 | Current Ratio | Current Assets | Current Liabilities | 1.39 | 1.48 | -6.60% |
| 2 | Debt to Equity Ratio* | Total Debts (Borrowings) | Total Equity | 0.48 | 0.32 | 49.76% |
| 3 | Debt Service Coverage Ratio | Earning available for debt service (EBITDA) | Finance Costs + Repayaments of Borrowings | 4.55 | 5.69 | -20.07% |
| 4 | Return on Equity | Profit after tax (PAT) | Average Total Equity | 12.70% | 11.59% | 9.57% |
| 5 | Inventory Turnover Ratio | Cost of Goods Sold | Average Inventory | 4.83 | 5.08 | -5.03% |
| 6 | Trade Receivable Turnover Ratio | Revenue from Sale of Products and Services | Average Trade Receivables | 9.44 | 11.38 | -17.04% |
| 7 | Trade Payable Turnover Ratio | Net Purchase of Raw Materials, Packing Material and Trading Stock | Average Trade Payables | 22.39 | 22.01 | 1.75% |
| 8 | Net Capital Turnover Ratio | Revenue from Operations | Working Capital (Current Assets - Current Liabilities) | 10.34 | 10.17 | 1.66% |
| 9 | Net Profit Ratio | Profit after tax (PAT) | Revenue from Operations | 5.62% | 5.47% | 2.75% |
| 10 | Return on Capital Employed | Profit before Interest (excluding interest on lease liabilities), exceptional items and tax | Average Capital Employed {Total Assets - Total Current Liabilities (Excepts Borrowings)} | 13.66% | 12.92% | 5.77% |

* Due to the incremental borrowing as compared to the previous reporting period from banks and financial institution has led to impact the Debt to Equity Ratio.

**43 List of Subsidiaries and Associates included in the Consolidated Financial Statements**

**(₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| | **Indian Subsidiary** | | |
| 1 | MMP Electricals Private Limited | 100.00% | - |
| | **Indian Associates** | | |
| 1 | Star Circlips and Engineering Limited | **26.06%** | **26.06%** |
| 2 | Toyal MMP India Private Limited | **26.00%** | **26.00%** |

**44 Investment in Associate Companies**

**a) Star Circlips and Engineering Limited**

The Parent holds a 26.06% equity interest in the Star Circlips and Engineering Limited, a company engaged in manufacturing of automobile spare parts including circlips, retaining rings, shims and other metal sheet components. Star Circlips and Engineering Limited is an unlisted company and its shares are not listed on any recognized stock exchange. The Parent's investments in the associates is accounted for using the "Equity Method" in the consolidated financial statements, in accordance with the applicable Indian Accounting Standards. The summarized financial information of the associate, based on its financial statements, and the Parent's share in the net assets and the results of operations are presented below:

**(Amount ₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| 1 | Current Assets | 13,098.97 | 11,747.68 |
| 2 | Non - Current Assets | 8,362.03 | 6,686.26 |
| 3 | Current Liabilities | 3,406.25 | 2,374.20 |
| 4 | Non - Current Liabilities | 1,938.53 | 1,807.20 |
| **5** | **Equity** | **16,116.21** | **14,252.54** |
| **6** | **Proporation of the Group's ownership interest** | **26.06%** | **26.06%** |
| **7** | **Carrying amount of the Group's interest** | **4,200.29** | **3,714.57** |

**(Amount ₹ in Lakhs)**

| S. No. | Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|---|
| 1 | Total Revenue | 16,891.62 | 15,897.92 |
| 2 | Cost of Material Consumed | 7,164.06 | 6,707.38 |
| 3 | Changes in Inventories | (148.95) | (107.51) |
| 4 | Employee Benefits Expense | 3,380.52 | 3,129.88 |
| 5 | Finance Costs | 112.60 | 107.98 |
| 6 | Depreciation and Amortization Expenses | 722.99 | 707.68 |
| 7 | Other Expenses | 2,444.06 | 1,831.13 |
| 8 | Profit Before Tax (PBT) | 3,216.35 | 3,521.38 |
| 9 | Tax Expenses | 1,037.22 | 1,143.46 |
| 10 | Profit for the period ended | 2,179.12 | 2,377.91 |
| **11** | **The Group's share of profit for the period** | **567.93** | **619.74** |
| **12** | **The Group's share of OCI for the period** | **(32.30)** | **290.38** |
| **13** | **The Group's total comprehensive income for the period** | **535.63** | **910.12** |

During the reporting period and previous reporting period, Star Circlips and Engineering Limited has reported ₹ NIL (Prev Year ₹ NIL) towards Contingent Liabilities and ₹ NIL (Prev Year ₹ NIL) towards the Capital Commitments.**b) Toyal MMP India Private Limited**

The Parent holds a 26.00% equity interest in Toyal MMP India Private Limited, a company engaged in business of manufacturing, selling and distribution of aluminium powder and paste. Toyal MMP India Private Limited is an unlisted company and its shares are not listed on any recognized stock exchange. The Parent's investments in the associates is accounted for using the "*Equity Method*" in the consolidated financial statements, in accordance with the applicable Indian Accounting Standards. The summarized financial information of the associate, based on its financial statements, and the Parent's share in the net assets and the results of operations are presented below:

**(Amount ₹ in Lakhs)**

| S. No. | Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|---|
| 1 | Current Assets | 2,693.23 | 2,049.44 |
| 2 | Non - Current Assets | 3,556.59 | 3,837.17 |
| 3 | Current Liabilities | 1,480.79 | 1,369.23 |
| 4 | Non - Current Liabilities | 2,586.25 | 2,509.48 |
| **5** | **Equity** | **2,182.79** | **2,007.90** |
| **6** | **Proporation of the Group's ownership interest** | **26.00%** | **26.00%** |
| **7** | **Carrying amount of the Group's interest** | **567.52** | **522.05** |

**(Amount ₹ in Lakhs)**

| S. No. | Particulars | 2024 - 2025 | 2023 - 2024 |
|---|---|---|---|
| 1 | Total Revenue | 6,093.37 | 6,277.25 |
| 2 | Cost of Material Consumed | 4,718.78 | 4,158.96 |
| 3 | Changes in Inventories | (212.81) | 351.31 |
| 4 | Employee Benefits Expense | 294.81 | 281.51 |
| 5 | Finance Costs | 128.02 | 131.84 |
| 6 | Depreciation and Amortization Expenses | 235.87 | 238.37 |
| 7 | Other Expenses | 686.21 | 656.57 |
| 8 | Profit Before Tax (PBT) | 242.48 | 458.69 |
| 9 | Income Tax Expenses | 66.56 | 66.71 |
| 10 | Profit for the period ended | 175.92 | 391.98 |
| **11** | **The Group's share of profit for the period** | **45.74** | **101.91** |
| **12** | **The Group's share of OCI for the period** | **(0.27)** | **(0.06)** |
| **13** | **The Group's total comprehensive income for the period** | **45.47** | **101.86** |

During the reporting period and previous reporting period, Toyal MMP India Private Limited has reported ₹ NIL (Prev Year ₹ NIL) towards Contingent Liabilities and ₹ NIL (Prev Year ₹ NIL) towards the Capital Commitments.

## 45 Additional Information as required under Schedule - III to the Companies Act, 2013, of enterprises consolidated as Subsidiaries and Associates

| S. No. | Name of the Company | Net Assets (Total Assets - Total Liabilities) | | Share in Profit or Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---|---|---|---|---|---|---|---|
| | | 31.03.2025 | | 31.03.2025 | | 31.03.2025 | | 31.03.2025 | |
| | | As % of Consolidated Net Assets | Net Assets | As % of Consolidated Profit or Loss | Profit/ (Loss) | As % of Other Consolidated Comprehensive Income | Other Comprehensive Income | As % of Total Consolidated Comprehensive Income | Total Comprehensive Income |
| **Parent Company** | | | | | | | | | |
| 1 | MMP Industries Limited | 87.76% | 28,386.82 | 84.48% | 3,284.22 | 42.26% | (23.84) | 85.10% | 3,260.38 |
| **Wholly Owned Subsidiary** | | | | | | | | | |
| 1 | MMP Electricals Private Limited | -0.03% | (10.34) | -0.27% | (10.34) | 0.00% | - | -0.27% | (10.34) |
| **Associates** | | | | | | | | | |
| 1 | Star Circlips and Engineering Limited | 12.68% | 4,102.46 | 14.61% | 567.93 | 57.26% | (32.30) | 13.98% | 535.63 |
| 2 | Toyal MMP India Private Limited | -0.42% | (134.74) | 1.18% | 45.74 | 0.48% | (0.27) | 1.19% | 45.47 |
| | **Total..(₹)** | **100.00%** | **32,344.20** | **100.00%** | **3,887.55** | **100.00%** | **(56.41)** | **100.00%** | **3,831.13** |

| S. No. | Name of the Company | Net Assets (Total Assets - Total Liabilities) | | Share in Profit or Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---|---|---|---|---|---|---|---|
| | | 31.03.2024 | | 31.03.2024 | | 31.03.2024 | | 31.03.2024 | |
| | | As % of Consolidated Net Assets | Net Assets | As % of Consolidated Profit or Loss | Profit/ (Loss) | As % of Other Consolidated Comprehensive Income | Other Comprehensive Income | As % of Total Consolidated Comprehensive Income | Total Comprehensive Income |
| **Parent Company** | | | | | | | | | |
| 1 | MMP Industries Limited | 88.11% | 25,462.66 | 77.19% | 2,442.32 | -5.35% | (14.74) | 70.58% | 2,427.58 |
| **Wholly Owned Subsidiary** | | | | | | | | | |
| 1 | MMP Electricals Private Limited | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - |
| **Associates** | | | | | | | | | |
| 1 | Star Circlips and Engineering Limited | 12.52% | 3,616.74 | 19.59% | 619.74 | 105.37% | 290.38 | 26.46% | 910.12 |
| 2 | Toyal MMP India Private Limited | -0.62% | (180.21) | 3.22% | 101.91 | -0.02% | (0.06) | 2.96% | 101.85 |
| | **Total..(₹)** | **100.00%** | **28,899.20** | **100.00%** | **3,163.97** | **100.00%** | **275.58** | **100.00%** | **3,439.55** |

## 46 Employee Benefits

### 1 Post Employment Benefits

#### i) Defined Benefit Gratuity Plan (Unfunded)

The Parent has defined benefits gratuity plan for its employees, which requires contribution to be made to a separately administered fund. It is governed by the Payment of Gratuity Act, 1972. Under the Act, an employee who has completed five year of services are only entitled to the specific benefits. The level of benfits provided depend upon the member's length of service and salary at their retirement age.

#### ii) Defined Benefit Pension Plan (Unfunded)

The Parent operates a defined benefits pension plan for certain specified employees and the same is payable upon if the employee satisfying certain terms and conditions attached to them, as approved by the Board of Directors of the Parent.

#### iii) Defined Benefit Post Retirement Medical Benefit Plans (Unfunded)

The Parent operates a defined benefits post-retirement medical benefits plan for certain specified employees and the same is payable upon if the employee satisfying the certain terms and conditions attached to them, as approved by the Board of Directors of the Parent.

The most recent actuarial valuation of the plan assets and the present value of defined benefit obligation were carried out as at March 31, 2025, by Mr. Ashok Kumar Garg, Fellow of Institute of Actuaries of India. The present value of defined benefits obligation and the related current service cost were measured by using the "*Projected Unit Credit Method*".

The following tables summarise the components of defined benefits expense recognized in the Statement of Profit and Loss / Other Comprehensive Income and amount recognized in the Balance Sheet for the respective plans:

**i) Statement showing the Present Value of the Obligations** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Present Value Obligation** | | |
| **Present value of obligation at the beginning of the period** | **301.43** | **292.82** |
| Interest cost | 21.85 | 21.23 |
| Current service cost | 24.96 | 20.02 |
| Past service cost | - | - |
| Benefit paid (if any) | (30.71) | (52.30) |
| Actuarial (gain) / loss | 31.86 | 19.66 |
| **Present Value of Obligation at the end of the period…(₹)** | **349.40** | **301.43** |

**ii) Bifurcation of Total Actuarial (Gain) / Loss on Liabilities**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Bifurcation** | | |
| Changes in demographics assumptions (Mortality) | - | - |
| Changes in financial assumptions | 8.44 | (2.39) |
| Experience adjustments (gain) / loss for plan liabilities | 23.42 | 22.05 |
| **Total amount recognized in Other Comprehensive Income** | **31.86** | **19.66** |

**iii) Key Results**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Results** | | |
| **Present value of the obligation at the end of the period** | **349.40** | **301.43** |
| Fair value of plan assets at the end of the period | - | - |
| Net libailities / (assets) to be recognized in the Balance Sheet | 349.40 | 301.43 |
| **Funded Status - Surplus / (Deficit)…(₹)** | **(349.40)** | **(301.43)** |

**iv) Expenses recognized in the Statement of Profit and Loss** **(₹ in Lakhs)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Breakup of Expenses** | | |
| Interest Costs | 21.85 | 21.23 |
| Current Service Costs | 24.96 | 20.02 |
| Past Service Costs | - | - |
| Expected return on plan assets | - | - |
| **Expenses to be recognized in Statement of Profit and Loss** | **46.82** | **41.25** |

**v) Experience Adjustments**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Experience Adjustments** | | |
| Experience adjustments (gain) / loss - plan liabilities | 23.42 | 22.05 |
| Experience adjustments (gain) / loss - plan assets | - | - |

**vi) Other Comprehensive (Income) / Expenses {Remeasurements)**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Other Comprehensive Income** | | |
| **Opening cumulative unrecognized actarial (gain) / loss** | **(17.38)** | **(37.04)** |
| Actuarial (gain) / loss - obligations | 31.86 | 19.66 |
| Actuarial (gain) / loss - plan assets | - | - |
| **Total actuarial (gain) or loss** | **31.86** | **19.66** |
| **Closing cumulative unrecognized actarial (gain) / loss** | **14.48** | **(17.38)** |

**vii) Net Interest Costs**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Interest Costs** | | |
| Interest cost on defined benfits plans | 21.85 | 21.23 |
| Interest income on plan assets | - | - |
| **Net Interest Cost…(₹)** | **21.85** | **21.23** |

**viii) Summary of Membership Data at the date of valuation and statistics based thereon**

Figures in Actual except otherwise specified

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Summary** | | |
| Number of employees | 523 | 432 |
| Total monthly salary (In Lakhs) | 58.02 | 45.80 |
| Average past service (years) | 11.9 | 14.1 |
| Average future service (years) | 15.8 | 14.9 |
| Average age (years) | 42.2 | 43.1 |
| Weighted average duration (based on discounted cash flows) in years | 6 | 6 |
| Average monthly salary (In Lakhs) | 0.11 | 0.11 |
| Expected Future Services taking into accounts document (years) | 11 | 11 |

**ix) Assumptions**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Assumptions** | | |
| Discount rate (per annum) | 6.61% | 7.25% |
| Salary growth rate (per annum) | 5.00% | 5.00% |
| Mortality | IALM 2012 - 14 Ultimate | IALM 2012 - 14 Ultimate |
| Withdrawal rate (per annum) (18 years to 30 years) | 15.00% | 15.00% |
| Withdrawal rate (per annum) (30 years to 44 years) | 5.00% | 5.00% |
| Withdrawal rate (per annum) (44 years to 58 years) | 2.00% | 2.00% |

The estimate of rate of escalation in salary considered in Actuarial Valuation, taken into the account inflation, seniority, promotions and other relevant factors including the supply and demand in the employement market. The above information is certified by the Actuary.

**x) Benefits Valued**

Figures in Actual except otherwise specified

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Valuations** | | |
| Normal retirement age (years) | 58 | 58 |
| Salary | Last Drawn Qualifying Salary | Last Drawn Qualifying Salary |
| Vesting period | 5 Years of Service | 5 Years of Service |
| Benefits on normal retirements | 15/26 * Salary * Past Service (Years) | 15/26 * Salary * Past Service (Years) |
| Benefit on early exit due to death and disability | As metioned above except no vesting condtions apply | As metioned above except no vesting condtions apply |
| Limit (In Lakhs) | 20.00 | 20.00 |

**xi) Bifurcation of Liabilities**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Break-up of Liabilities** | | |
| Current Liabilities (Short - Term) | 116.33 | 74.48 |
| Non - Current Liabilities (Long - Term) | 233.06 | 226.96 |
| **Total Liabilities…(₹)** | **349.40** | **301.43** |

**xii) Expected Contribution during next Annual Reporting Period**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| The Company's best estimate of contribution during the next year | 32.47 | 26.68 |

**xiii) Maturity Profile of Defined Benefit Obligation - Benefit Obligations**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Maturity Profiles** | | |
| 01.04.2025 to 31.03.2026 | 116.33 | 74.48 |
| 01.04.2026 to 31.03.2027 | 28.09 | 38.24 |
| 01.04.2027 to 31.03.2028 | 28.27 | 22.27 |
| 01.04.2028 to 31.03.2029 | 23.89 | 23.82 |
| 01.04.2029 to 31.03.2030 | 24.86 | 19.87 |
| 01.04.2030 to Onwards | 127.94 | 122.76 |

**xiv) Sensitivity Analysis**

Significant actuarial assumptions for determination of the defined benefits obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that, the sensitivity analysis presented below may not be representative of the actual change in the defined benefits obligation as it is unlikely that, the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

| | 31.03.2025 |
|---|---|
| **Sensitivity** | |
| Defined Benefit Obligation (Base) | 3,49,39,798 @ Salary Increase Rate : 5.00% and Discount Rate: 6.61% |
| Liability with x% Incresae in Discount Rate | 3,34,73,822; X = 1.00% {Change (4%)} |
| Liability with x% Decrease in Discount Rate | 3,65,77,862; X = 1.00% {Change 5%} |
| Liability with x% Increase in Salary Growth Rate | 3,65,88,237; X = 1.00% {Change 5%} |
| Liability with x% Decrease in Salary Growth Rate | 3,34,39,425; X = 1.00% {Change (4%)} |
| Liability with x% Increase in Withdrawal Rate | 3,50,30,665; X = 1.00% {Change 0%} |
| Liability with x% Decrease in Withdrawal Rate | 3,48,34,684; X = 1.00% {Change 0%} |

**xv) Reconciliation of Liabilities at Balance Sheet**

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Reconciliations** | | |
| **Opening Gross Defined Benefit Liability / (Assets)** | **301.43** | **292.82** |
| Expense recognized in Statement of Profit and Loss | 46.82 | 41.25 |
| Other Comprehensive Income - Actuarial (Gain) / Loss - Total Current Period | 31.86 | 19.66 |
| Benefit Paid (If any) | (30.71) | (52.30) |
| **Closing Gross Defined Benefit Liability / (Assets)** | **349.40** | **301.43** |

**2 Defined Contribution Plans**

**i) Provident Fund**

The provident fund assets and liabilities are managed by the Parent in line with the Employees' Provident Fund and Miscellaneous Provision Act, 1952.

The plan guarantees minimum interest at the rate notified by the Provident Fund Authorities. The contribution by the employer and employee together with interest accumulated thereon are payable to employees at the time of separation from the Parent or retirement, whichever is earlier. The benefit vests immediately on redering of the service by the employee. In term of Guidance Note isused by the Institute of Actuaries of India for measurement of provident fund liabilities, the Actuary has provided a valuation of provident fund liabilities and based on assumptions provided. There is no shortfall in the contribution as at March 31, 2025.

The details of contibution made by the Parent to the resepctive funds are given as below:

| Particulars | 31.03.2025 | 31.03.2024 |
|---|---|---|
| **Contributions** | | |
| Employee's Share of Contribution | 125.04 | 114.62 |
| Employer's Share of Contribution | 133.96 | 129.36 |
| **Total Contrbution during the Reporting Period…(₹)** | **258.99** | **243.98** |

**3 Other Long - Term Employee Benefits**

**i) Annual Leave and Sick Leave Assumptions**

The liability towards compensated absenses (annual leave and sick leave) for the year ended on March 31, 2025, based on Actuarial Valuation carried out by using the Project Unit Credit Method is ₹ 27.57 Lakhs (Prev Year ₹ 15.14 Lakhs).

**47 Information on Related Party Transaction as required by Ind AS - 24 - "*RELATED PARTY DISCLOSURE*" for the year ended March 31, 2025**

Related parties as defined under clause 9 of the Ind AS - 24, "Related Party Disclosure" have been identified on the basis of written representations made by the Parent's management and information available with the Parent. The Group's material related party transactions and outstanding balances with whom the Group had entered into the transactions in the ordinary course of Business are as follows:

**1. Wholly Owned Subsidiary Company (WOS)**

a) MMP Electricals Private Limited (Holds 100.00 % of Total Equity)

**2. Associate Entities**

a) Star Circlips and Engineering Limited (Holds 26.06% of Total Equity)

b) Toyal MMP India Private Limited (Holds 26.00% of Total Equity)

**3. Related Party where Significant Influences Exists**

a) Mayank Fasteners Private Limited

b) Rohini Farms and Agriculture Private Limited

**4. Key Managerial Person Name and their Designation**

| S. No. | Name of the Persons | Designation |
|---|---|---|
| a) | Shri Arun Bhandari | Managing Director (MD) |
| b) | Shri Lalit Bhandari | Whole Time Director (WTD) |
| c) | Shri Mayank Bhandari | Non - Executive Director |
| d) | Shri Narasimham Murthy Tenneti | Whole Time Director (WTD) |
| e) | Shri Sunil Khanna | Independent Director |
| f) | Shri Sanjay Sancheti | Independent Director |
| g) | Shri Vijay Singh Bapna | Independent Director |
| h) | Shri Karan Verma | Independent Director |
| i) | Smt. Ulka Kulkarni | Woman Independent Director |
| j) | Shri Sharad Khandelwal | Chief Financial Officer |
| k) | Smt. Madhura Ubale | Company Secretary |

**5. Relatives of Key Managerial Person**

| S. No. | Name of the Persons | Relationship with the Company |
|---|---|---|
| a) | Smt. Saroj Bhandari | Wife of Managing Director |
| b) | Smt. Sakshi Bhandari | Wife of Non - Executive Director |
| c) | Ms. Rohini Bhandari | Daughter of Managing Director |
| d) | Master Vivaan Bhandari | Son of Non - Executive Director |

**Terms and Conditions with the transactions with Related Parties as under:**

a) The Group has been entering into transactions with related parties for its business purpose. The process followed for entering into transactions with these related parties are same as followed for unrelated parties. Vendors are selected competitively having regard to strict adherence to quality, timely servicing and cost advantage. Further related party vendors provide additional advantage in term of:

i) Supplying products primarily to the Group;

ii) Advanced and innovative technologies;

iii) Customization of products to suit the Group's specific performance;

iv) Enhancement of the Group's purchase cycle and assurance of just in time supply with resultant benefits - notably on working capital.

b) The purchases from and sales to related parties are made on terms equivalents to and those applicable to all unrelated parties on arm's length transactions.

c) Outstanding balances of the related parties as at the end of the reporting period are unsecured, interest free and will be settled in the cash on demand basis.

**Transaction with Related Parties is as under:**

**(Amount in ₹ Lakhs)**

| S. No. | Particulars | Controlled Entities | Related Party where Significant Influences Exists | Key Managerial Person | Relative of Key Managerial Person |
|---|---|---|---|---|---|
| **1.** | **Purchases of Goods** | | | | |
| | Star Circlips and Engineering Limited | ₹ 03.68 (P. Y. ₹ 07.43) | -- | -- | -- |
| | Toyal MMP India Private Limited | ₹ 04.52 (P. Y. ₹ 00.40) | -- | -- | -- |
| **2.** | **Payment of Office Rent** | | | | |
| | Mayank Fasteners Private Limited | -- | ₹ 00.90 (P. Y. ₹ 00.90) | -- | -- |
| **3.** | **Remuneration** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 134.40 (P. Y. ₹ 134.40) | -- |
| | Shri Lalit Bhandari | -- | -- | ₹ 35.37 (P. Y. ₹ 32.84) | -- |
| | Shri Narasimham Murthy Tenneti | -- | -- | ₹ 23.68 (P. Y. ₹ 22.16) | -- |
| | Shri Sharad Khandelwal | -- | -- | ₹ 31.64 (P. Y. ₹ 29.40) | -- |
| | Smt. Madhura Ubale | -- | -- | ₹ 10.36 (P. Y. ₹ 07.52) | -- |
| **4.** | **Salary and Perquisites** | | | | |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 61.98 (P. Y. ₹ 61.95) |

| | | | | | |
|---|---|---|---|---|---|
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 25.78 (P. Y. ₹ 23.95) |
| **5.** | **Legal and Professional Charges** | | | | |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ 30.00 (P. Y. ₹ 30.00) |
| **6.** | **Director Sitting Fees** | | | | |
| | Shri Sanjay Sancheti | -- | -- | ₹ 02.10 (P. Y. ₹ NIL) | -- |
| | Shri Vijay Singh Bapna | -- | -- | ₹ 02.15 (P. Y. ₹ 01.80) | -- |
| | Shri Sunil Khanna | -- | -- | ₹ 02.15 (P. Y. ₹ 01.80) | -- |
| | Smt. Ulka Kulkarni | -- | -- | ₹ 01.35 (P. Y. ₹ 00.45) | -- |
| **7.** | **Sales of Goods** | | | | |
| | Toyal MMP India Private Limited | ₹ 2,027.19 (P. Y. ₹ 2,077.50) | -- | -- | -- |
| **8.** | **Receipts of Job Work Charges** | | | | |
| | Star Circlips and Engineering Limited | ₹ 262.49 (P. Y. ₹ 251.69) | -- | -- | -- |
| **9.** | **Reimbursement of Expenses Incurred** | | | | |
| | Star Circlips and Engineering Limited | ₹ 00.87 (P. Y. ₹ 01.50) | -- | -- | -- |
| **10.** | **Dividend** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 104.39 (P. Y. ₹ 69.59) | -- |
| | Shri Mayank Bhandari | -- | -- | ₹ 08.48 (P. Y. ₹ 05.65) | -- |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 48.84 (P. Y. ₹ 32.56) |
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 05.86 (P. Y. ₹ 03.91) |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ 03.36 (P. Y. ₹ 02.24) |
| | Master Vivaan Bhandari | -- | -- | -- | ₹ 21.89 (P. Y. ₹ 14.59) |
| | Star Circlips and Engineering Limited | ₹ 17.37 (P. Y. ₹ 11.58) | -- | -- | -- |
| | Mayank Fasteners Private Limited | -- | ₹ 71.77 (P. Y. ₹ 47.84) | -- | -- |
| | Rohini Horticulture Private Limited | -- | ₹ 01.86 (P. Y. ₹ 01.24) | -- | -- |

**Balances payable / receivable to the related parties as on March 31, 2025**

**(Amount in ₹ Lakhs)**

| S. No. | Particulars | Controlled Entities | Related Party where Significant Influences Exists | Key Managerial Person | Relative of Key Managerial Person |
|---|---|---|---|---|---|
| **1.** | **Director Remuneration and Salary** | | | | |
| | Shri Arun Bhandari | -- | -- | ₹ 05.46 (P. Y. 05.46) | -- |
| | Shri Lalit Bhandari | -- | -- | ₹ 01.60 (P. Y. ₹ 01.75) | -- |
| | Shri Narasimham Murthy Tenneti | | | ₹ 01.09 (P. Y. ₹ 01.26) | |
| | Shri Sharad Khandelwal | -- | -- | ₹ 00.46 (P. Y. ₹ 01.48) | -- |
| | Smt. Madhura Ubale | -- | -- | ₹ 00.82 (P. Y. ₹ 00.55) | -- |
| | Smt. Saroj Bhandari | -- | -- | -- | ₹ 02.75 (P. Y. ₹ 02.77) |
| | Smt. Sakshi Bhandari | -- | -- | -- | ₹ 01.30 (P. Y. ₹ 01.35) |
| **2.** | **Trade Receivables** | | | | |
| | Toyal MMP India Private Limited | ₹ 43.77 (Dr.) {P.Y. ₹ 03.48 (Dr.)} | -- | -- | -- |
| | Star Circlips and Engineering Limited | ₹ NIL {P. Y. ₹ 23.85} (Dr.) | -- | -- | -- |
| **3.** | **Trade Payable** | | | | |
| | Star Circlips and Engineering Limited | ₹ NIL (P. Y. ₹ 01.30) | -- | -- | -- |
| **4.** | **Director Sitting Fees Payable** | | | | |
| | Shri Vijay Singh Bapna | -- | -- | ₹ NIL (P. Y. ₹ 00.18) | -- |
| | Shri Sunil Khanna | -- | -- | ₹ NIL (P. Y. ₹ 00.18) | -- |
| **5.** | **Legal and Professional Charges Payable** | | | | |
| | Ms. Rohini Bhandari | -- | -- | -- | ₹ NIL (P. Y. ₹ 02.25) |

**48 - Additional Regulatory Information as required by the Schedule - III of the Companies Act, 2013**

i) The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken as at the balance sheet date. The Group has not defaulted in the repayment of principal and interest thereon on all the loans obtained from banks and financial institutions during the reporting period and previous reporting period.

ii) The title deed in respect of self-constructed building and title deeds of all other immovable properties (other than properties where the companies included in the Group is the lessee and the lease agreements are duly executed in the favor of those companies), disclosed in the Consolidated Financial Statements and included under the head of property, plant and equipment are held in the name of the Group as at the Balance Sheet date. In respect of the immovable properties taken on lease by those companies included in the Group, the lease agreements are duly executed in the favor of those companies as at the Balance Sheet date.

iii) There are no loans and advances in the nature of loans are granted to promoters, directors, key managerial parties and the other related parties including the subsidiaries, associates and joint ventures except to one of the wholly owned subsidiary company (as defined under the Companies Act, 2013), either severally and jointly with any other person.

a) repayable on demand or;

b) without specifying any terms or period of repayments.

The details of the same are disclosed in the *"Note No. 53"* of the Standalone Financial Statements.

iv) The Group does not have benami property held in its name. No proceedings have been initiated on or are pending against the Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the relevant Rules made thereunder.

v) The Parent and its wholly owned subsidiary company, which are included in the Group for the purpose of consolidation has been sanctioned working capital limit from bank and financial institutions on the basis of security of current assets. The monthly / quarterly returns and the statements filed by them with such banks and financial institutions are in agreements with the books of accounts of the respective companies.

vi) The Group and its associates have not been declared as willful defaulter by the banks and the financial institutions or other lenders or government or any government authorities.

vii) The Group has not undertaken any transactions with the companies struck off as per section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 2013, hence the details related to the same have not been furnished.

viii) The Group does not have any charges or satisfaction of charges which is yet to be registered with the Registrar of Company beyond the statutory period.

ix) The Group has complied with the requirements with respect to the number of layers as prescribed under section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.

x) Utilization of borrowed funds and share premium

1) The Group has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (intermediaries) with the understanding that the intermediaries shall:

a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or;

b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.

2) The Group has not received any funds from persons or entities, including foreign entities (Funding Parties) with the understanding (whether recorded in writing or otherwise) that the Group shall:

a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;

b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.

xi) There have been no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the reporting period and previous reporting period in the tax assessments under the Income Tax Act, 1961.

xii) The Group has neither traded nor invested nor advanced in Crypto or Virtual Currency during the reporting period and previous reporting period.

**49 Contingent Liabilities**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| | ₹ | ₹ |
| **Contingent Liabilities** | | |
| a) Bank Guarantees given by the Group's Banker's towards the MSEDCL Security Deposits and Others | 413.13 | 373.54 |
| b) Bill discounted by the Group's Banker's under the Letter of Credit | 104.43 | 216.87 |
| c) Corporate Guarantee given by the Parent towards the credit facilities availed by Wholly Owned Subsidiary Company* | 3,400.00 | - |
| **Total...(₹)** | **3,917.57** | **590.41** |

* The Parent has provided the corporate guarantee to the HDFC Bank Limited ("Lending Bank") towards the disbursement of term loans and working capital facilities availed by its wholly owned subsidiary company. As at the date of Consolidated Financial Statements, an amount of ₹ 3,400.00 Lakhs (Prev Year ₹ NIL) is outstanding to the lending banks, for which the Corporate Gurantee has been provided.

**50 Capital and Other Commitments**

| | 31.03.2025 | 31.03.2024 |
|---|---|---|
| | ₹ | ₹ |
| **Capital Commitments** | | |
| Estimated amount of contracts remaining to be executed by the Group on Capital net of advanvce given and not provided for; | | |
| towards Property, Plants and Equipments | 537.34 | 191.08 |
| towards Other Intangible Assets | - | - |
| **Total Capital Commitments…(₹)(A)** | **537.34** | **191.08** |
| **Other Commitments** | | |
| Bill discounted and letter of credit issued by the Group's Bankers | 104.43 | 216.87 |
| For derivative contract related commitments | - | 196.90 |
| **Total Other Commitments…(₹)(B)** | **104.43** | **413.77** |
| **Total...(₹)(A + B)** | **641.78** | **604.85** |

**49 Corporate Social Responsibilities**

As per the Section 135 of the Companies Act, 2013, a company, meeting its applicability threshold, need to spend at least 2% of its average net profit for the immediately preceeding three financial year on Corporate Social Responsibilities (CSR) Activities. The area of CSR Activity are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects. A CSR Committee has been formed as per the requirement of the Companies Act, 2013. The funds has been adminstrated by the said Committee, once it is allocated to the Corpus for the purpose of CSR activities, prescribed under Schedule VII of the Companies Act, 2013.

a) Corporate Social Responsibilities required to be spent as per Section 135 of the Companies Act, 2013 read with the Schedule VII thereof, the Parent during the reporting period ended at March 31, 2025, is ` 59.82 Lakhs (Prev Year ₹ 51.88 Lakhs).

b) Expenditure related to Corporate Social Responsibilities is ₹ 59.82 Lakhs out of those ₹ NIL commitments made previous financial period spent during the current financial period (Prev Year March 31, 2024, ₹ 51.88 Lakhs).

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| | ₹ | ₹ |
| **Corporate Social Responsibilities** | | |
| Other CSR Activities | 12.92 | 3.58 |
| Healths | 1.84 | 3.27 |
| Educations | 41.96 | 43.03 |
| Sports for Developments | 0.54 | - |
| Environments | 2.57 | 2.00 |
| **Total…(₹)** | **59.82** | **51.88** |

c) The Parent has made the commitment for spending ₹ NIL (Prev Year ₹ NIL) towards Corporate Social Responsibilities to make the aggregate spending equivalents to at least two percent (2%) of the average net profit of the Parent made during the three immediately preceeding financial year. No portion of CSR obligations for the current reporting period and previous reporting period has been expended towards any related party.

**52 Dividend**

| | 2024 - 2025 | 2023 - 2024 |
|---|---|---|
| | ₹ | ₹ |
| **Dividend** | | |
| Final Dividend paid on Equity Shares | 381.04 | 254.03 |
| **Total…(₹)** | **381.04** | **254.03** |

The Board of Directors of the Parent has not declared any interim dividend during the current reporting period and previous reporting period. The Board of Directors of the Parent, at its meeting held on May 24, 2024, had proposed a final dividend of ₹ 1.50 (One Rupee Fifty Paisa Only) per equity shares of the face value of ₹ 10 each for the financial period ended March 31, 2024. The proposal was approved by the shareholders at the Annual General Meeting (AGM) hold on August 28, 2024, and the same has resulted a cash outflow of amounting to ₹ 381.04 Lakhs.

**Proposed Dividend**

The Board of Directors of the Parent at their meeting held on May 23, 2025, have recommended a payment of final dividend of ₹ 02.00 per Equity Share of the Face Value of ₹ 10 per Equity Share i.e. 20% of the Face Value of Equity Share for the financial period ended at March 31, 2025. The Parent has proposed ` 508.06 Lakhs as a final dividend subject to the approval of shareholders at their ensuing Annual General Meeting (AGM) of the Parent, hence it is not recognized as a "Liabilities" in the Consolidated Financial Statements.

**53 Details of Hedge and Unhedged Exposures in Foreign Currency Denominated Monetary Items**

**A) Exposure in Foreign Currency - Hedged**

The Parent enters into forward exchange contracts to hedge its foreign currency exposures relating to the underlying transactions and firm commitments. The Parent does not enter into any of the derivative instruments for trading and speculation purposes during the reporting period and previous reporting period. The forward exchange contracts used for hedging of the foregin currency exposures and their outstanding as at the end of the reporting period are as follows:

| | Amount | Amount |
|---|---|---|
| | $ | ₹ |
| **Hedged Exposures** | | |
| Forward Contract to Sell USD ($) / (€) as at March 31, 2025 | - | - |
| Forward Contract to Buy USD ($) / (€) as at March 31, 2025 | - | - |
| Forward Contract to Sell EURO (€) as at March 31, 2024 | 0.82 | 73.64 |
| Forward Contract to Sell USD ($) as at March 31, 2024 | 1.48 | 123.26 |

**B) Exposure in Foreign Currency - Unhedged**

The foreign currency exposures which are not hedged during the reporting period and previous reporting period are as under:

**i) Payable during the Reporting Period**

| | Payable (In Foreign Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| **Foreign Currency - Unhedged** | | |
| USD ($) | 0.10 | - |
| EURO (€) | 4.43 | - |
| Other Foreign Currency | - | - |

| | Payable (In Indian Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| | ₹ | ₹ |
| **Foreign Currency - Unhedged** | | |
| USD ($) | 8.56 | - |
| EURO (€) | 409.38 | - |
| Other Foreign Currency | - | - |

**ii) Receivable during the Reporting Period**

| | Receivable (In Foreign Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| **Foreign Currency - Unhedged** | | |
| USD ($) | - | - |
| EURO (€) | 7.29 | - |
| Other Foreign Currency | - | - |

| | Receivable (In Indian Currency) | |
|---|---|---|
| | 31.03.2025 | 31.03.2024 |
| | ₹ | ₹ |
| **Foreign Currency - Unhedged** | | |
| USD ($) | - | - |
| EURO (€) | 673.13 | - |
| Other Foreign Currency | - | - |

**54 Event occurring after the Balance Sheet Date (Fire Incident at Plants)**

On April 11, 2025, at approximately 06.45 PM, a major explosion and fire break out in one section of Aluminium Powder divisions situated at Umred Plants of the Parent. Swift and effective response by our emergency evacuation team, all the individuals present at the site were promptly evacuated. However, despite these efforts, we deeply regret to report the unfortunate loss of some of our valued workmen. Additionally, a few individually sustained minor injuries and are currently receiving appropriate medical attention. The Parent's management is profoundly saddened by this tragic incident. We extend our heartfelt condolence to the families of the deceased and assure them of our unwavering support during this difficult time. We are also fully committed to ensuring the well-being and recovery of the injured. The Group stand united with their employees, their families, and the wider community during this moment of grief and are committed to providing every possible assistance.

Preliminary assessments indicate that certain part of the plants, building, equipment and inventories located at the site of the Parent, sustained extensive damage and were destroyed in the incident. A detailed investigation is currently underway to determine the root cause of the explosion. The Parent's management estimates the total losses to inventories, plants, building and equipment range between ₹ 15 Crore to ₹ 20 Crore. However, the Parent has adequately covered its assets and inventories under a fire insurance policy and is in the process of filling an insurance claim for the losses incurred during the incident.

To minimize the impact on ongoing operations and customer commitments, the Parent has partially shifted operations to its Bhandara Plant. The Parent's management believes remain focused on gradually resuming normal business operation in the coming months to meet the customer demand to substantial extent. We are fully cooperating with the relevant authorities and will implement all the necessary steps to prevent such incidents in the near future.

**55** The Code of Social Security, 2020 (the"Code") relating to employee benefits during employement and post - employment benefits has received the Presidential assent on September 28, 2020. The Code has been published in the Offical Gazzate of India. 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 Group 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. Based on the preliminary assessment, the entity believes the impact of such changes will not be significant.

**56 Earnings Per Share (Amount ₹ in Lakhs, except earnings per share and number of share data)**

| | 2024-2025 | 2023-2024 |
|---|---|---|
| | ₹ | ₹ |
| **Net Profit / (Loss) after tax as per the Consolidated Statement of Profit or Loss attributable to the holder of Equity Shares** | 3,887.55 | 3,163.97 |
| Nominal Value of Equity Shares (₹) | 10.00 | 10.00 |
| Weighted average number of Equity shares used as denominator for calculating the earnings per share | 2,54,02,613 | 2,54,02,613 |
| **Basic and Diluted Earnings Per Share...(₹)** | **15.30** | **12.46** |

**57** The Consolidated Financial Statements are approved for issue by the Audit Committee at its meeting held on May 23, 2025, and by the Board of Directors on their meeting held on May 23, 2025.

**58** Previous years audited figures has been regrouped / recasted / rearranged wherever necessary to make them comparable for the purpose of preparation and presentation of Consolidated Financial Statements.

**SIGNATURE TO THE NOTE "1" TO NOTE "58"**

**MATERIAL ACCOUNTING POLICIES 1**

**THE ACCOMPANYING NOTES ARE FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**AS PER OUR REPORT OF EVEN DATE ATTACHED**

**Sd/-**
For **MANISH N JAIN & CO.**
*Chartered Accountants*
FRN No.: 0138430W

**Sd/-**
**ARPIT AGRAWAL**
Partner
Membership No. 175398

Place: Nagpur
Dated: **May 23, 2025**

UDIN No.: **25175398BMIEJE8285**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**
**ARUN BHANDARI**
Managing Director
DIN No.: 00008901

**Sd/-**
**SHARAD KHANDELWAL**
Chief Financial Officer

Place: Nagpur
Dated: **May 23, 2025**

**Sd/-**
**LALIT BHANDARI**
Director
DIN No.: 00010934

**Sd/-**
**MADHURA UBALE**
Company Secretary

Place: Nagpur
Dated: **May 23, 2025**

# NOTES

# VISION

To be the most preferred manufacturer and brand of aluminium foils, aluminium powders and aluminium conductors/ cables for all user applications.

# MISSION

To consistently exceed customer's expectations of quality, cost and delivery through process optimization, system improvements and continuous customer interaction.

To generate and sustain an atmosphere of trust and mutual respect with all stakeholders in the business and outside.

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