

Independent Auditor's Report

To the Members of Ganga Forging Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of GANGA FORGING LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant 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 ("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, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence 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.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1	Recoverability of Trade Receivables Rs. 124.20 Lakhs classified as doubtful under Note 5 to the Audited Financial Statement.	i. Obtained an understanding of the determination of recoverability and assessed and tested the reasonableness of the significant judgements applied by the management.



		<ul style="list-style-type: none">ii. Evaluated the design of internal controls relating to the trade receivable and also tested the operating effectiveness of the aforesaid controls.iii. Performed analytical procedure and test of details for reasonableness of efforts by the management.
2	<p>Inventory Valuation and existence</p> <p>Inventory valuation and existence was an audit focus area because of number of locations that inventory was held at and judgement applied in the valuation of inventory to incorporate inventory shrinkage.</p> <p>As described in notes to financial statements, inventories are carried at the lower of cost and net realizable value on weighted average basis.</p>	<p>Our Audit procedures for assessing the valuation of inventories as per Company's policy included but were not limited to the following.</p> <ul style="list-style-type: none">i. Understood the management process for determining valuation of inventories and tested whether the same is consistency applied;ii. Evaluated and tested on a sample basis the design and operating effectiveness of key controls around inventory valuation operating within the Company.iii. Inquired with the management about the slow moving and obsolete inventories as at 31 March 2025 and evaluated the assessment prepared by the management including forecast used for these inventories on a test check basis.iv. Assessed the appropriateness of disclosures in the financial statements in accordance with the applicable accounting standards.

Information Other than the Standalone Financial Statements and Auditor's report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the 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 Board of Directors is 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 financial position, financial performance, total comprehensive income, changes in equity and



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cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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.



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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 in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the 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 except for the matter stated in the Para "I(vi)" below on reporting under Rule 11.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - h) The adverse remark relating to the maintenance of accounts and other matters connected therewith are as stated in the para "B" of above on reporting under Section 143(3) and Clause "vi" of Para "I" below on reporting under Rule 11.
 - i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended) in our opinion and to the best of our information and according to the explanations given to us:



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- i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. (refer note no. C.4 of Notes to Accounts)
- ii) The Company is not required to recognize or provide, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii) The company is not required to transfer any amount to the Investor Education and Protection Fund.
- iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(b) the Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v) During the year, the Company has not declared/paid any dividend, hence reporting under Rule 11(f) is not applicable to that extent.
- vi) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account, other than Fixed Asset Register and Payroll, for the financial year ended March 31, 2025. The software has a feature of recording audit trail (edit log) facility and that has operated throughout the year for all relevant transactions recorded in the software except database level logs. During the course of our audit, we did not come across any instance of the audit trail feature being tampered with. Further, the Audit Trail, to the extent maintained in the prior year has been preserved by the company as per the statutory requirements for record retention.

Date : 30th May, 2025
Place: Rajkot



For, M. N. Manvar & Co.,
Chartered Accountants
FRN: 106047W

M. N. Manvar

(M. N. Manvar)
Proprietor
MRN: 036292

UDIN : 25036292BMKQPK5071

Annexure "A" to the Independent Auditor's Report

Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Ganga Forging Limited of even date

Report on the Internal Financial Controls Over 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 over financial reporting of GANGA FORGING LIMITED ("the Company") as of 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 is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting 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 Institute of Chartered Accountants of India 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A



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company's internal financial control over financial reporting includes those policies and procedures that:

- 1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Date : 30th May, 2025
Place: Rajkot



For, M. N. Manvar & Co.,
Chartered Accountants

FRN: 106047W

T. N. Manvar

(M. N. Manvar)

Proprietor

MRN: 036292

UDIN : 25036292BMKQPK5071

Annexure 'B' to the Independent Auditor's Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Ganga Forging Limited of even date

- 1 a. In respect to the Company's Property, Plant and Equipment and Intangible Assets;
 - i. According to the information and explanation given to us, the company is maintaining proper records showing full particulars and situation of Property, Plant & Equipment.
 - ii. The company is not maintaining proper records showing full particulars of intangible assets and details such as cost, useful life and amortization have not been recorded.
 - b. As explained to us, all the Property, Plant & Equipment have been physically verified by the management at reasonable intervals.
 - c. The title deeds of immovable properties (other than properties where the company is the lessee and the lease agreement is duly executed in favour of the lessee) shown in the financial statements are held in the name of the company
 - d. The company has not revalued its Property, Plant & Equipment (including Right of Use assets), or Intangible assets or both during the year.
 - e. As explained to us, no proceedings have been initiated against the company for holding benami property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, and the details have been appropriately disclosed in the financial statements.
- 2 a. Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedure by the management is appropriate. The aggregate of discrepancies of 10% or more in each class of inventory noticed have been properly dealt with in the books of account.
 - b. The Company has been sanctioned working capital limits in excess of ₹5 crores, in aggregate, from banks on the basis of security of Hypothecation of entire current assets and movable assets and further secured by way of Equitable mortgage on Industrial Land & Building of Company.
The quarterly returns/statements filed by the Company with such banks are not fully in agreement with unaudited books of account. The details of the discrepancies, along with management's explanations, have been appropriately disclosed in Note No. 37.04 of the Notes to the Financial Statements.
- 3 i. According to the information and explanations given to us, during the year, the Company has not made investments in, provided any guarantee or security granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties. Accordingly, the provisions of clause 3 (i) (a) to (f) of the Order are not applicable to the Company.
- 4 The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- 5 The company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or The Reserve Bank of India or any Court or any other Tribunal.
- 6 Pursuant to the rules made by the Central Government of India, the company is required to maintain cost records as specified u/s. 148(1) of the Act in respect of its products. We have broadly reviewed the same and are of the opinion that, prime facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- 7 a. As per information and explanations given to us, the company is regular in depositing Undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and services tax, cess and others as applicable have generally been regularly deposited with the appropriate



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authorities except outstanding tax deducted at source Rs. 1766060 as on 31st March 2025, as per TRACES Portal. Further, there are no undisputed amounts payable, except tax deducted at source amount, in respect of aforesaid dues outstanding as at 31 March 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 dues of Goods and Service Tax, sales tax, income tax, custom duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute except specified as under:

Name of Statute	Name of dues	Period to which the amount relates	Disputed Amount (Rs.)	Forum where dispute is pending
Goods and Service Tax Act, 2017	Goods and Service Tax (GST)	FY 2017-18	1,54,607	Addl. / Joint Commissioner (Appeal) of Central GST, Rajkot
		FY 2018-19	19,369	
		FY 2020-21	7,697	
		FY 2021-22	9,223	
Total			1,90,896	

- 8 There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- 9 i Based on our audit procedures and as per the information and explanations given by the management, the company has not defaulted in repayment of loans or borrowings or in the payment of interest thereon from any lender.
- ii The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- iii The Company has applied term loan for the purpose for which the loans were obtained.
- iv According to the information and explanation given to us, the funds raised on a short-term basis have not been utilised for long term purposes.
- v According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary and joint venture.
- vi According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the company has not raised loans during the year on the pledge of securities held in its subsidiary and joint venture.
- 10 a The company has not raised money by way of initial public offer or further public offer (Including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b According to the information and explanations given to us and on the basis of our examination of the records of the Company, during the year, the Company has not made any preferential allotment of Convertible Warrants.
- 11 a During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- b No report under sub-section (12) of section 143 of the Companies Act has been filed by the Auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- 12 In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
The Company has entered into transactions with related parties in compliance with Sections 177 and 188 of Act. The details of such related party transactions have been disclosed in the



M. N. Manvar & Co.
Chartered Accountants

- standalone Ind AS financial statements as required under Indian Accounting Standard (AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- 14 a As explained to us and in our opinion, the Company has adequate internal audit system commensurate with the size and the nature of its business.
- b We have considered the internal audit reports of the Company issued till date for the period under audit.
- 15 Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the company.
- 16 In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under sub-clause (b),(c) and (d) of clause 3(xvi) of the Order are not applicable.
- 17 The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18 There has been no resignation of the statutory auditors of the Company during the year.
- 19 On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- 20 Reporting under clause 3(xx) of the Order is not applicable to the Company.
- 21 The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

Date : 30th May, 2025
Place: Rajkot



For, M. N. Manvar & Co.,
Chartered Accountants
FRN: 106047W

(Handwritten signature)

(M. N. Manvar)
Proprietor
MRN: 036292

UDIN : 25036292BMKQPKS071

GANGA FORGING LIMITED

CIN : L28910GJ1988PLC011694



FY 2024-25

Balance Sheet as on 31st March, 2025

Particulars	Notes No	[Rs. In Thousand]	
		As at 31st March, 2025	As at 31st March, 2024
ASSETS			
Non-current assets			
Property, plant and equipment	1A	176666.33	164822.85
Right-of-Use Assets	1B	1282.47	0.00
Capital Work-in-Progress	1C	3881.96	0.00
Intangible assets			
Financial Assets			
Investments		0.00	0.00
Loans		0.00	0.00
Other Non-Current Financial Assets	2	2417.94	1265.75
Other Non-current assets	3	89600.00	0.00
		Total Non-Current assets	273848.70
Current assets			
Inventories	4	193363.16	160763.02
Financial Assets			
Investments			
Trade receivables	5	80094.75	84740.98
Cash and cash equivalents	6	3238.79	8574.32
Bank balance other than above		0.00	0.00
Loans	7	172.00	273.00
Other Financial Assets		0.00	0.00
Other Current Assets	8	36111.42	42638.73
		Total Current assets	312980.12
		Total Assets	586828.83
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	9	134802.23	134177.23
Other Equity	10	187090.76	150343.50
Money received against Convertible Warrants	11	0.00	29608.34
		Total Equity	321892.99
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	12	48582.68	7749.00
Deposits		0.00	0.00
Provisions	13	2888.22	2568.06
Deferred tax liabilities (Net)	14	16078.35	15187.44
Other Non Current Liability	15	1181.48	0.00
		Total non-current liabilities	68730.72
Current liabilities			
Financial Liabilities			
Borrowings	16	117238.32	92135.96
Trade payables	17	63821.19	19315.14
Other Financial Liabilities		0.00	0.00
Other Current liabilities	18	10244.97	11349.88
Provisions	19	4900.64	644.11
		Total current liabilities	196205.12
		Total Liabilities	264935.84
		Total Equity and Liabilities	586828.83

The accompanying Notes to Accounts are an integral part of the financial Statements

As per our report of even date

For, M. N. Manvar & Co.
Chartered Accountants
FRN : 106047W

M. N. Manvar
(M. N. Manvar)

Proprietor
MRN : 036292
UDIN : 25036292BMKQPK5071
Date : 30th May, 2025
Place : Rajkot



Date : 30th May, 2025
Place : Rajkot

R. C. Patel

(Rakesh C. Patel)
Managing Director
DIN : 00510990

Drashti Vaghasiya
(Drashti Vaghasiya)
Company Secretary
ACS : A58976

For and on behalf of the Board

Hiralal M. Tilva

(Hiralal M. Tilva)
Chairman & Managing Director
DIN : 00022539

Avni N. Dadhaniya
(Avni N. Dadhaniya)
Chief Financial Officer

GANGA FORGING LIMITED

CIN : L28910GJ1988PLC011694



FY 2024-25

Profit and Loss Statement for the period ended on 31st March, 2025

[Rs. In Thousand]

Particulars	Notes No	As at 31st March, 2025	As at 31st March, 2024
INCOME			
Revenue from operations	20	432194.394	372124.02
Other Income	21	2292.48	930.20
Total Income		434486.88	373054.22
EXPENSES			
Cost of Material Consumed	22	330156.25	265558.49
Purchase of Finished Goods		0.00	0.00
Changes in Inventories of Finished Goods	23	-41235.55	-25943.08
Employee Benefits Expense	24	18225.70	20001.03
Finance Costs	25	9629.96	8507.34
Depreciation / Amortisation of Expense	1	10736.84	9968.86
Other Expenses	26	102474.60	87536.99
Total Expenses		429987.80	365629.62
Profit Before exceptional and extraordinary item and Tax		4499.07	7424.59
Exceptional Items	27	-4155.44	-116.95
Profit Before extraordinary item and Tax		8654.51	7541.54
Extraordinary Items			
Profit Before Tax		8654.51	7541.54
Tax Expenses			
Current Tax		1633.00	0.00
Deferred Tax		890.91	3107.48
Profit after Tax		6130.59	4434.07
Other comprehensive income:			
i. Items that will not be reclassified to Statement of Profit and Loss		455.83	37.37
ii. Items that will be reclassified to Statement of Profit and Loss		0.00	0.00
Total comprehensive income for the year		6586.42	4471.44
Earnings per Equity Share : (Amt. Rs.)			
Basic		0.05	0.04
Diluted		0.05	0.03

The accompanying Notes to Accounts are an integral part of the financial Statements

As per our report of even date

For and on behalf of the Board

For, M. N. Manvar & Co.
Chartered Accountants
FRN : 106047W



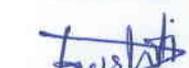
(M. N. Manvar)
Proprietor
MRN : 036292
UDIN: 250362928MKQPK5071
Date : 30th May, 2025
Place : Rajkot

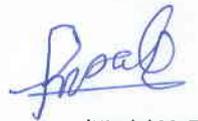


Date : 30th May, 2025
Place : Rajkot



(Rakesh C. Patel)
Managing Director
DIN : 00510990


(Drashti Vaghasiya)
Company Secretary
ACS : A58976



(Hiralal M. Tilva)
Chairman & Managing Director
DIN : 00022539


(Avni N. Dadhaniya)
Chief Financial Officer

GANGA FORGING LIMITED

CIN : L28910GJ1988PLC011694



FY 2024-25

Cash Flow Statement for the period Ended on 31st March, 2025

[Rs. In Thousand]

Particulars	As at 31st March, 2025	As at 31st March, 2024
[A] Cash Flow From Operating Activities		
Net Profit / (Loss) Before taxes	8654.51	7541.54
Adjustments for :		
Depreciation	10736.84	9968.86
Profit on Sale of Assets	-4155.44	-116.95
Interest Income	-120.34	-75.77
Interest Paid	9629.96	8507.34
Operating Profit Before Working Capital Change	24745.53	25825.02
(Increase)/Decrease in Current Asset	-21325.60	-108210.59
Increase/(Decrease) in Current Liabilities	46202.03	-24978.27
(Increase)/Decrease in other Non Current Asset	-90752.19	1011.28
(Increase)/Decrease in other Non Current Liabilities	0.00	0.00
Cash Generated From Operations	-41130.24	-106352.56
Taxes Paid	0.00	0.00
Net Cash From Operating Activities	-41130.24	-106352.56
[B] Cash Flow From Investing Activities		
Sales of Fixed Assets	4191.00	140.00
Interest Income	120.34	75.77
Purchase of Fixed Assets including Capital Working Progress	-26456.03	-11807.39
Net Cash Flow From Investing Activities	-22144.69	-11591.62
[C] Cash Flow From Financing Activities		
Increase/(Decrease) in Long Term Borrowings	40833.68	-35302.46
Increase/(Decrease) in Short Term Borrowings	25102.36	-7787.04
Proceeds from issue of Convertible Warrants	1633.33	176315.00
Interest Paid	-9629.96	-8507.34
Net Cash Flow From Financing Activities	57939.41	124718.17
Total [A + B + C]	-5335.53	6773.99
(Increase)/Decrease in Cash and Cash Equivalents	5335.53	-6773.99
Cash and Cash Equivalent at the beginning of the year	8574.32	1800.33
Cash and Cash Equivalent at the end of the year	3238.79	8574.32

As per our report of even date

For and on behalf of the Board

For, M. N. Manvar & Co.
Chartered Accountants
FRN : 106047W

(M. N. Manvar)

Proprietor

MRN : 036292

UDIN: 25036292BMKQPK5071

Date : 30th May, 2025

Place : Rajkot



Date : 30th May, 2025

Place : Rajkot

(Rakesh C. Patel)

Managing Director

DIN : 00510990

(Drashti Vaghasiya)

Company Secretary

ACS : A58976

(Hiralal M. Tilva)

Chairman & Managing Director

DIN : 00022535

(Avni N. Dadhaniya)

Chief Financial Officer



Statement of Changes in Equity

	Equity Share		Other Equity			Total
	Issued,	Capital Reserve	Securities	General Reserve	Retained	
31st March, 2025						
Balance at the beginning of the reporting period	134177.23	0.00	140923.39	1866.14	6821.79	284520.73
Share Issued during the Year	625.000	0.000	2625.000	0.00	0.00	3250.00
Share Warrant Forfeiture during the year	0.000	27535.834	0.000	0.00	0.00	27535.83
Total Comprehensive income for the year	0.00	0.00	0.00	0.00	6130.595	6586.42
Mat Credit Entitlement of Earlier year	0.00	0.00	0.00	0.00	0.00	0.00
Balance at the end of the reporting period	134802.23	27535.83	143548.39	1866.14	12952.38	321892.99

	Equity Share		Other Equity			Total
	Issued,	Capital Reserve	Securities	General Reserve	Retained	
31st March, 2024						
Balance at the beginning of the reporting period	105964.41	0.00	22429.54	1866.14	2387.72	133342.63
Share Issued during the Year	28212.82	0.00	118493.84	0.00	0.00	146706.66
Total Comprehensive income for the year	0.00	0.00	0.00	0.00	4434.07	4471.44
Mat Credit Entitlement of Earlier year	0.00	0.00	0.00	0.00	0.00	0.00
Balance at the end of the reporting period	134177.23	0.00	140923.39	1866.14	6821.79	284520.73

As per our report of even date

For, M. N. Manvar & Co.

Chartered Accountants

FRN : 106047W

(M. N. Manvar)
Proprietor

MRN : 036292

UDIN: 25036292BMKQPK5071

Date : 30th May, 2025

Place : Rajkot



For and on behalf of the Board

(Rakesh C. Patel)

Managing Director

DIN : 00510990

(Drashti Vaghasiya)

Company Secretary

ACS : A58976

Date : 30th May, 2025

Place : Rajkot

(Hiralal M. Tilva)

Chairman & Managing Director

DIN : 00022539

(Avni N. Dadhaniya)

Chief Financial Officer

Date : 30th May, 2025

Place : Rajkot

A Corporate Information

Ganga Forging Limited (Formerly known as Ganga Forging Private Limited and converted to Public Limited Company on 30th October, 2017) was incorporated on 29th December, 1988. The company is engaged in the business of own Production and Job work of forging items and accordingly sale of forging items and job work income are core and strategic activities.

B Significant Accounting Policies**B.1 Basis of Preparation of Financial Statements**

Statement of Compliance with Indian Accounting Standards (IND AS): The financial statements have been prepared in accordance with IND AS notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act") and other relevant provisions of the Act and other accounting principles generally accepted in India

B.2 Summary of Significant Accounting Policies**B.2.1 Property, Plant and Equipment**

Property, Plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognized as separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Depreciation on Property, plant and equipment is provided on Straight Line Method (SLM) over the estimated useful lives of the assets considering the nature, estimated usage, operating conditions, past history or replacement, anticipated technological changes, manufacturer's warranties and maintenance support.

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Schedule II.

Assets description	Useful life as per management (as technically assessed)	Useful life under schedule II
office buildings	30 years	60 years
Plant and machinery	10 – 25 Years	15 years

The residual values, useful lives and methods of depreciation of Property, plant and equipment are reviewed at the end of each reporting period and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

B.2.2 Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization/depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

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 entity and the cost can be measured reliably.



Gains or losses arising from de recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

B.2.3 Inventories

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Cost of raw materials, consumable and other products are determined on weighted average basis.

B.2.4 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

B.2.5 Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services.

Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions to the Provident Fund. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plans

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972.

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective IT authorities.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Reconciliation of Defined Benefit Obligation:

[Rs. In Thousand]

Particular	Defined Benefit Obligation (Gratuity)
Fair Value / Present Value as on 01.04.2024	2807.178
Current Service Cost & Interest Cost	775.986
Actuarial Gain (Balancing Fig.)	(455.83)
Fair Value / Present Value as on 31.03.2025	3127.337

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.



Other Long-term Employee Benefits:

Entitlements to annual leave and sick leave are recognized when they accrue to employees. Sick leave can only be availed while annual leave can either be availed or encashed subject to a restriction on the maximum number of accumulations of leave. The Company determines the liability for such accumulated leaves using the Projected Unit Credit Method with actuarial valuations being carried out at each Balance Sheet date.

B.2.6 Tax Expenses

The tax expense for the period comprises current and deferred tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the comprehensive income or in equity. In which case, the tax is also recognized in other comprehensive income or equity.

- **Current tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

- **Deferred Tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

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

B.2.7 Foreign currencies transactions**a) Functional and presentation currency**

Standalone financial statements have been presented in Indian Rupees (₹), which is the Company's functional and presentation currency.

Transactions and balances

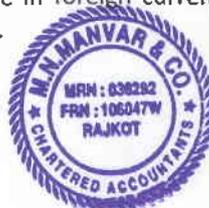
Transactions in foreign currencies are initially recorded by the Company at rates prevailing at the date of the transaction.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the year end exchange rates are recognised in the Statement of Profit and Loss.

Foreign exchange differences arising on foreign currency borrowings are presented in the Statement of Profit and Loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of Profit and Loss on a net basis within other income/other expenses, as appropriate.

Exchange gain and loss on trade receivables, trade payables and other than financing activities on a net basis are presented in the Statement of Profit and Loss, as other income and as other expenses respectively. Foreign exchange gain and loss on financing activities to the extent that they are regarded as an adjustment to interest expenses are presented in the Statement of Profit and Loss as finance costs and balance gain and loss are presented in the Statement of Profit and Loss as other income and as other expenses respectively.

Non-monetary items that are measured at fair value in foreign currency are translated using the exchange rates at the date when the fair value was determined.



B.2.8 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.

- **Sale of goods**

Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

- **Income from services**

Revenue from services is recognized over time by measuring progress towards satisfaction of performance obligation for the services rendered.

- **Other Income**

- **Interest income**

Interest income from a financial asset is recognized using effective interest rate method.

- **Dividend Income**

Dividend income on investments is recognized when the right to receive dividend is established.

B.2.9 Financial instruments**B.2.9.1 Financial Assets**

- **Initial recognition and measurement**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognized using trade date accounting.

- **Subsequent measurement**

- **Financial assets carried at amortized cost (AC)**

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

- **Financial assets at fair value through other comprehensive income (FVTOCI)**

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

- **Financial assets at fair value through profit or loss (FVTPL)**

A financial asset which is not classified in any of the above categories are measured at FVTPL.

- **Investment in subsidiaries, Associates and Joint Ventures**

The Company accounts its investments in joint venture at cost.

- **Other Equity Investments**

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.



8.2.9.2 Financial Liabilities

- **Initial recognition and measurement**

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

- **Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

B.2.10 Fair Value Measurement

The Company measures financial instruments at fair value at each balance sheet date.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

B.2.11 Leases:**Overview of Lease Arrangement:**

During the year ended 31 March 2025, the Company entered into a lease agreement with Mr. Rakesh Patel, Managing Director (DIN: 00510990), for the lease of immovable property (agricultural land) located at Village Bhadula, Taluka Manavadar, District Junagadh, Gujarat. The leased property comprises Survey Nos. 433 (2.16.76 hectares), 434 (2.17.81 hectares), and 435 (0.77.95 hectares), aggregating approximately 5.12.52 hectares (hereinafter referred to as the "Leased Premises").

Principal Terms of the Lease

- Lease term: Thirty (30) years (non-cancellable period).
- Annual lease rental: ₹1,40,000 (Rupees One Lakh Forty Thousand only), payable annually in arrears.
- Lease escalation: Lease rent is subject to escalation at 2% per annum.



Accounting Policy and Measurement

In accordance with Indian Accounting Standard (Ind AS) 116 – Leases, the Company recognises a Right-of-Use (RoU) asset and a corresponding lease liability at the commencement date of the lease. The lease liability is measured at the present value of lease payments over the lease term, discounted using the Company's incremental borrowing rate. The RoU asset is initially measured at the amount of the lease liability, adjusted for any lease payments made at or before the commencement date and any initial direct costs incurred.

The incremental borrowing rate applied is 12% per annum, derived as follows:

- Base borrowing rate of the Company: 9.25%.
- Addition of a risk/time premium of 3.00% to reflect lease-specific uncertainties.
- Deduction of collateral premium of 0.25%, benchmarked against Government Securities yielding 7.09% for the corresponding maturity.

Capitalisation of Lease Costs

The Company is in the process of constructing a solar power plant on the leased land. Accordingly, the aggregate lease rental expense and depreciation amounting to ₹1,11,805 (₹78,921 + ₹32,884) has been capitalised under Capital Work-in-Progress (CWIP) during the year.

Lease Liability		Right of Use of Assets	
Particular	Lease Liability	Particular	Right of Use of Assets
Opening Lease Liability	13,15,357	Opening RoU Asset	13,15,357
Add: Interest Expense on Lease Liability	8,921	Less : Depreciation Expense	32,884
Closing Lease Liability	13,24,278	Closing RoU Asset	12,82,473

B.2.12 Earnings per share

Basic earnings per share is computed using the net profit for the year (without taking impact of other comprehensive income) attributable to the shareholders and weighted average number of shares outstanding during the year. The weighted average numbers of shares also includes fixed number of equity shares that are issuable on conversion of compulsorily convertible preference shares, debentures or any other instrument, from the date consideration is receivable (generally the date of their issue) of such instruments.

The diluted earnings per share is computed on the same basis as basic earnings per share, after adjusting the effect of potential dilutive equity shares unless the impact is anti-dilutive, using the net profit for the year attributable to the shareholders and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

B.2.13 Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short-term deposits, as defined above, net of outstanding bank overdraft as they are being considered as an integral part of the Company's cash management. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.



C Critical Accounting Judgements and Key Sources of Estimation Uncertainty**C.1 Useful lives and residual values of property, plant and equipment**

Property, plant and equipment represent a material portion of the Company's asset base. The periodic charge of depreciation is derived after estimating useful life of an asset and expected residual value at the end of its useful life. The useful lives and residual values of assets are estimated by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on various external and internal factors including historical experience, relative efficiency and operating costs and change in technology.

C.2 Income taxes

The Company's tax jurisdiction is India. Significant judgments are involved in determining the provision for income taxes including amounts to be recovered or paid for uncertain tax positions. Management judgment is required to determine the amount of deferred tax assets/liabilities that can be recognized, based upon the likely timing and the level of future taxable/deductible profits.

C.3 Defined benefit obligations

Defined benefit obligations are measured at fair value for financial reporting purposes. Fair value determined by actuary is based on actuarial assumptions. Management judgement is required to determine such actuarial assumptions. Such assumptions are reviewed annually using the best information available with the Management.

C.4 Contingencies

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystalizing or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognized.

C.5 Current versus non-current classification:

The Company presents assets and liabilities in Balance Sheet based on Current/Non-Current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current asset when it is:

- a) it expects to realize the asset, or intends to sell or consume it, in its normal operating cycle;
- b) it holds the asset primarily for the purpose of trading;
- c) it expects to realize the asset within twelve months after the reporting period;
- d) the asset is cash or a cash equivalent unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) it expects to settle the liability in its normal operating cycle;
- b) it holds the liability primarily for the purpose of trading;
- c) the liability is due to be settled within twelve months after the reporting period;
- d) it does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the opinion of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

1.00 Property, Plant & Equipment

Particulars	Gross Block as on 01st April, 2024	GROSS BLOCK		Gross Block as on 31st March, 2025
		Addition	Deduction / Sold	
Land	4377.60	0.00	35.56	4342.04
Buildings	59249.30	3456.20	0.00	62705.50
Computers And Data Processing Units	882.76	301.63	0.00	1184.39
Electrical Installations And Equipment	12865.62	2602.75	0.00	15468.37
Furniture And Fittings	2004.27	0.00	0.00	2004.27
Motor Vehicles	828.60	0.00	0.00	828.60
Office Equipment	1873.25	536.71	0.00	2409.96
Plant And Machinery	147991.41	15718.59	0.00	163710.00
	230072.80	22615.88	35.56	252653.12
Right-of-Use Assets	0.00	1315.36	0.00	1315.36
Capital Work - in - Progress	0.00	3881.96	0.00	3881.96
Total Assets	230072.80	27813.20	35.56	257850.44

[Rs. In Thousand]

1.01 Property, Plant & Equipment

Particulars	Depreciation Reserve as on 01st April, 2024	ACCUMULATED DEPRECIATION		Depreciation Reserve as on 31st March, 2025
		Depreciation for the Year	Deduction	
Land	0.00	0.00	0.00	0.00
Buildings	14505.15	1891.30	0.00	16396.45
Computers And Data Processing Units	820.86	93.44	0.00	914.31
Electrical Installations And Equipment	8511.84	1166.64	0.00	9678.48
Furniture And Fittings	1668.96	154.06	0.00	1823.02
Motor Vehicles	642.20	72.46	0.00	714.66
Office Equipment	1609.48	145.54	0.00	1755.03
Plant And Machinery	37491.45	7213.40	0.00	44704.85
	65249.95	10736.84	0.00	75986.79
Right-of-Use Assets	0	32.88	32.88	0.00
	65249.950	10769.726	32.88	75986.79

NET BLOCK

Particulars	As at	As at
	31st March, 2025	31st March, 2024
Land	4342.04	4377.60
Buildings	46309.05	44744.15
Computers And Data Processing Units	270.08	61.89
Electrical Installations And Equipment	5789.89	4353.78
Furniture And Fittings	181.25	335.30
Motor Vehicles	113.94	186.41
Office Equipment	654.93	263.76
Plant And Machinery	119005.15	110499.96
	1A	164822.85
Right-of-Use Assets	1B	0.00
Capital Work - in - Progress	1C	0.00
Total Asset:	181830.76	164822.85

Capital Working Progress Aging Schedule

Particulars	Amount in Capital Working Progress for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 years	
Projects in Progress - Solar Power Generation Projects temporarily suspended	3881.960				3881.96



2.00 Other Non-Current Financial Assets
(Unsecured, Considered good unless otherwise stated)

Particulars	[Rs. In Thousand]	
	As at	As at
	31st March, 2025	31st March, 2024
Security Deposits	636.71	44.71
Bank Deposits with more than 12 months maturity (Note : 2.01)	1781.23	1221.04
	2417.94	1265.75

Note : 2.01 Total Deposits held with Bank Rs. 1781.23 including Deposits against Bank Guarantees/Performance Guarantees of Rs. 1244.89

3.00 Other Non-Current Assets
(Unsecured, Considered good unless otherwise stated)

Particulars	[Rs. In Thousand]	
	As at	As at
	31st March, 2025	31st March, 2024
Capital Advances	89600.00	0.00
	89600.00	0.00

4.00 Inventories

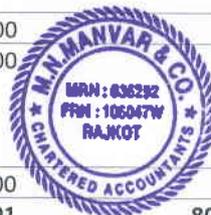
Particulars	[Rs. In Thousand]	
	As at	As at
	31st March, 2025	31st March, 2024
Iron & Steels	30921.83	38207.89
Furnance Oil	921.66	2679.24
Finish Goods	77945.89	41269.32
Waste & Scrap	1053.61	5946.54
Consumable Stores	2862.23	2454.00
Die Block	79657.94	70206.02
	193363.16	160763.02

5.00 Trade Receivable

Particulars	[Rs. In Thousand]	
	As at	As at
	31st March, 2025	31st March, 2024
Trade Receivable - considered Good Secured	0.00	0.00
Trade Receivable - considered Good Unsecured	67674.16	80047.52
Trade Receivable - Which have Significant Increase in Credit Risk - Doubtful Debts	12420.59	4693.46
Trade Receivable - Credit Impaired	0.00	0.00
	80094.75	84740.98

5.01 Trade Receivable Aging as on 31st March, 2025

Particulars	Outstanding for Following Periods from Due Date of Payment				
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years
Undisputed Trade Receivable					
Considered Good	52246.43	866.01	805.23	37.30	13719.19
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	12420.59
Credit Impaired	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivable					
Considered Good	0.00	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
	52246.43	866.01	805.23	37.30	26139.78



5.02 Trade Receivable Aging as on 31st March, 2024

Particulars	Outstanding for Following Periods from Due Date of Payment				
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years
Undisputed Trade Receivable					
Considered Good	65894.78	159.88	0.00	0.00	13992.86
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	4693.46
Credit Impaired	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivable					
Considered Good	0.00	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
	65894.78	159.88	0.00	0.00	18686.32

6.00 Cash and Cash Equivalents

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Balances with banks	2094.02	8091.94
Cash on hand	1144.77	482.38
	3238.79	8574.32

7.00 Loans

(Unsecured, Considered good unless otherwise stated)

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Others		
Loan to Staff	172.00	273.00
	172.00	273.00

8.00 Other Current Assets

(Unsecured, Considered good unless otherwise stated)

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Advances other than Capital Advances		
a) Advances to Related Parties	9814.67	703.04
b) Other Advances	24174.70	38574.80
Others		
Receivables from Income Tax Authority	1276.99	1078.19
Receivables from GST Authority	349.14	718.68
Advance to Employees	0.00	786.00
Export Incentive Receivable	0.00	24.31
Prepaid Expenses	495.92	753.72
	36111.42	42638.73



GANGA FORGING LIMITED

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FY 2024-25

9.00 Share Capital

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Authorised Share Capital		
150000000 Equity Shares of Re. 1 Each (PY 180000000 Equity Shares of Re. 1 Each)	180000.00	180000.00
	180000.00	180000.00
Issued, Subscribed & Paid up Capital		
134802230 Equity Shares of Re. 1 Each (PY 134177230 Equity Shares of Re. 1 Each)	134802.23	134177.23
	134802.23	134177.23

9.01 Par value of the share in Rs. 1.00 1.00

9.02 Reconciliation of the number of shares

Particulars	[Rs. In Thousand]			
	No. of Shares	As at 31st March, 2025	No. of Shares	As at 31st March, 2024
Shares outstanding at the beginning of	134177230	134177.23	105964.41	105964.41
Add : Issued during the year	625000	625.00	28212.82	28212.82
Less : Shares bought back during the	0.00	0.00	0.00	0.00
Shares outstanding at end of the year	134802230	134802.23	134177.23	134177.23

9.03 Details of more than 5% of total shares, held by each shareholder

Particulars	As at 31st March, 2025		As at 31st March, 2024	
	No of Share Held	% of Holding	No of Share Held	% of Holding
Hiralal Mahidas Tilva	16027360	11.89%	16027.36	11.94%
Rakesh Chhaganlal Patel	8622240	6.40%	8622.24	6.43%

9.04 Shareholding of Promotors and Promotors Group as on 31.03.2025

Particulars	As at 31st March, 2025		As at 31st March, 2024		% Change During the FY 2024 - 25
	No. of Share	% of Holding	No. of Share	% of Holding	
Hiralal Mahidas Tilva	16027360	11.89%	16027360	11.94%	-0.06%
Parulben Rakeshbhai Patel	2625696	1.95%	2625696	1.96%	-0.01%
Shitalben Manishkumar Nar	3470140	2.57%	5370140	4.00%	-1.43%
Rakesh Chhaganlal Patel	8622240	6.40%	8622240	6.43%	-0.03%
Manishkumar C Patel	2587840	1.92%	2587840	1.93%	-0.01%
Daxaben Hiralal Tilva	2772215	2.06%	2772215	2.07%	-0.01%
Avni Nileshkumar Dadhaniya	2733330	2.03%	2733330	2.04%	-0.01%
Hetal Mayurkumar Kalaria	3733330	2.77%	3733330	2.78%	-0.01%
Sheetal Sanjivkumar Chaniara	3733330	2.77%	3733330	2.78%	-0.01%
Harsh Manishbhai Nar	5212820	3.87%	5212820	3.89%	-0.02%
Chhaniyara Sanjivkumar V	1336000	0.99%	1350000	1.01%	-0.02%

9.05 Shares allotted, as fully paid up pursuant to contracts without payment being received in cash, by way of bonus shares and shares bought back during the preceding five years

The Company has issued 2649110 fully paid Bonus shares during FY 2020-21. The Company has not bought back any equity shares during the period of five years immediately preceding the Balance sheet date.



GANGA FORGING LIMITED

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FY 2024-25

10.00 Other Equity

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Securities Premium		
Opening Balance	140923.39	22429.54
Add : Addition during the year	2625.00	118493.84
	143548.39	140923.39
General Reserve		
Opening Balance	1866.14	1866.14
Add : Transferred from Retained Earning	0.00	0.00
	1866.14	1866.14
Capital Reserve		
Opening Balance	0.00	0.00
Add : Forfeiture - Share Warrant	27535.83	0.00
	27535.83	0.00
Retained Earnings		
Opening Balance	6821.79	2387.72
Add : Profit for the year	6130.59	4434.07
Less : Mat Credit Entitlement	0.00	0.00
	12952.38	6821.79
Other Comprehensive Income (OCI)		
Opening Balance	732.19	694.82
Add : Movement in OCI (Net) during the year	455.83	37.37
	1188.01	732.19
Total	187090.76	150343.50

11.00 Money received against share Warrants

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Money received against Convertible Share Warrants	0.00	29608.34
	0.00	29608.34

(i) During FY - 2023-24, the Company made preferential allotment of 4,92,50,000 Convertible Warrants each of face value Rs. 5.20 on payment of Rs. 1.30 per Warrant on application and balance amount to be paid within 18 Months from the date of allotment of Convertible Warrants. The Company received total Warrants Application amount Rs. 6,40,25,000 and further amount Rs. 11,22,90,000 towards balance payment of Convertible Warrants, out of which Rs. 14,67,06,664 being a fully paid Convertible Warrant amount, the Company has allotted 2,82,12,820 fully paid Equity Shares of Re. 1 each at Security Premium Rs. 4.20 per Equity Share. The balance amount Rs. 2,96,08,336 represents partly paid amount against Convertible Share Warrants. The Company has utilized such fund for the objects for which fund has been raised and there is no deviation on utilization fo such fund.

(ii) During FY - 2024-25, Out of Partly paid amount of Preferential Convertible Warrant Rs. 2,96,08,336, the company further received Rs. 15,37,500 and the company allotted fully paid up Equity Shares 6,25,000 each of Rs. 1/- Per Share at a premium of Rs. 4.20 Per Share. Further, the company refunded excess amount received from the applicant Rs. 3,60,000 and the balance amount Rs. 2,75,35,836 is forfeited and transferred to capital reserve.

12.00 Non Current Borrowings

Particulars	[Rs. In Thousand]			
	As at 31st March, 2025		As at 31st March, 2024	
	Non - Current	Current	Non - Current	Current
Secured - at Amortized Cost				
Term Loan from Bank	48582.68	27571.10	0.00	2320.80
Unsecured - at Amortized Cost				
Loans from Directors	0.00	749.00	7749.00	0.00
	48582.68	28320.10	7749.00	2320.80



12.01 Details of Terms of Repayment, nature of security and Rate of Interest

Details of Loan / Nature of Security	Rate of Interest	Terms of Repayment	[Rs. In Thousand]
			Outstanding As at 31st March, 2025
1. Term Loan From Axis bank Limited			
- Term Loan For Machinery	9.25 % p.a.*	EMI of Rs. 859.259	8497.87
- Term Loan For Solar Plant	9.25 % p.a.*	EMI of Rs. 1438.333	67655.91
(Term loan is primarily secured by Hypothecation of all existing and future movable fixed assets of the company and further collaterally secured by hypothecation of current assets and Equitable mortgage of Industrial Land & Building of Company situated Survey No 55/1 paiki 6, Paiki 1, Paiki 1, Vill: Pipaliya, Rajkot.) (Entire Term Loan is carrying personal guarantee of Hiralal M Tilva, Rakesh C Patel, Parul R Patel, Sheetal S Chaniara and Avni Dadhania Directors of the Company) * Repo + 2.75% = 9.25% p.a. at present			
5. Unsecured deposit from Hiralal M Tilva	Mutually decided	Mutually decided	749.00

13.00 Non - Current Provision

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Provisions for Employee Benefits		
Defined Benefit Obligation Gratuity	2888.22	2568.06
	2888.22	2568.06

14.00 Deferred Tax Liability / (Asset) (Net)

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Opening Balance	15187.44	12079.96
Add : Deferred Tax Liability for Current Year	890.91	3107.48
Closing Balance	16078.35	15187.44

15.00 Other Non Current Liability

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Others		
Lease Liabilities - Non Current	1181.48	0.00
	1181.48	0.00

16.00 Borrowing Current

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Loan Repayable on Demand		
From Bank - Secured	88918.22	89815.16
Current Maturity of Non Current Borrowing		
From Bank - Secured	27571.10	2320.80
Loans from Directors	749.00	0.00
	117238.32	92135.96



16.01 Details of Terms of Repayment, nature of security and Rate of Interest

Details of Loan / Nature of Security	Rate of Interest	Terms of Repayment	[Rs. In Thousand]
			Outstanding As at 31st March, 2025
1. Cash Credit Limit From Axis Bank Limited (Limit Rs. 900.00 Lakh)	9.00 % p.a.*	Repayable on Demand	88918.22
(Cash Credit is secured by Hypothecation of entire current assets and movable assets of the company and further secured by way of Equitable mortgage on Industrial Land & Building of Company situated Survey No 55/1 paiki 6, Paiki 1, Paiki 1, Vill: Pipaliya, Rajkot.)			
(Entire Cash Credit is carrying personal guarantee of Hiralal M Tilva, Rakesh C Patel, Parul R Patel, Sheetal S Chaniara and Avni Dadhania Directors of the Company)			

17.00 Trade Payable

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Micro, Small and Medium Enterprises	10865.61	3585.77
Others	52955.58	15729.36
Disputed - Micro, Small and Medium Enterprises	0.00	0.00
Disputed - Others	0.00	0.00
	63821.19	19315.14

Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2025 is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Company.

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
a) Total outstanding dues of Micro Enterprises and Small Enterprises Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act 2006:		
- Principal	10865.61	3585.77
- Interest		
b) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.		
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006		
d) The amount of interest accrued and remaining unpaid at the end of each accounting year.		
e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditures under section 23 of MSMED Act, 2006		
f) Amount of principal paid beyond the appointed day (without charging or paying interest) — such amounts may be subject to disallowance under Section 43B(h) of the Income Tax Act, 1961 (if paid after year-end	7970.02	3117.13

17.01 Trade Payable Aging Schedule as on 31st March, 2025

Particulars	Outstanding for following periods from the due date of payment				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro, Small and Medium Enterprises	10718.29	147.32	0.00	0.00	10865.61
Others	52693.24	182.32	36.91	43.11	52955.58
Disputed - Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Disputed - Others	0.00	0.00	0.00	0.00	0.00
	63411.53	329.65	36.91	43.11	63821.19



17.02 Trade Payable Aging Schedule as on 31st March, 2024

Particulars	Outstanding for following periods from the due date of payment				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro, Small and Medium Enterprises	3585.77	0.00	0.00	0.00	3585.77
Others	15573.69	85.84	69.83	0.00	15729.36
Disputed - Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Disputed - Others	0.00	0.00	0.00	0.00	0.00
	19159.47	85.84	69.83	0.00	19315.14

18.00 Other Current Liability

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Revenue Received in Advance		
Advance Received against Orders	3839.70	4251.15
Others		
GST Payable	0.00	31.20
Other Trade Payable	6030.19	6385.11
Lease Liabilities - Current	142.80	0.00
Professional Tax Payable	0.00	214.76
TCS Payable	9.46	41.34
TDS Payable	222.82	426.32
	10244.97	11349.88

19.00 Current Provisions

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Provisions for Employee Benefits		
Gratuity	239.12	239.12
Provident Fund	48.24	53.59
Gujarat Labour Welfare Fund	1.40	1.40
Other Provisions		
Audit Fees	700.00	350.00
Other Expenses	2278.87	0.00
Income Tax	1633.00	0.00
	4900.64	644.11

20.00 Revenue From Operation

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Sale of Products		
Export	12475.56	20467.52
Domestic	415343.12	346938.53
Other Operating Revenue		
Net Foreign Exchange Difference	289.23	198.85
Net gain from expenses recovered	978.92	288.05
Export Incentives	224.35	365.65
Jobwork Income	2883.21	3865.43
	432194.39	372124.02

21.00 Other Income

Particulars	[Rs. in Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Interest		
Bank Deposits	120.34	75.77
Others	2172.14	854.43
	2292.48	930.20



22.00 Cost of Raw Material Consumption

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Opening Stock		
Iron & Steel	38207.89	17833.43
Furnace Oil	2679.24	465.20
	[a] 40887.13	18298.63
Add : Purchase (Net)	[b] 321112.62	288146.99
Less : Closing Stock		
Iron & Steel	30921.83	38207.89
Furnace Oil	921.66	2679.24
	[c] 31843.49	40887.13
Raw Material Consumption [a + b - c]	330156.25	265558.49

23.00 Changes in inventories

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Inventories (at close)		
Finish Goods	77945.89	41269.32
Waste & Scrap	1053.61	5946.54
Die Block	79657.94	70206.02
	158657.44	117421.89
Inventories (at commencement)		
Finish Goods	41269.32	46659.54
Waste & Scrap	5946.54	639.25
Die Block	70206.02	44180.02
	117421.89	91478.81
Change in Inventory	-41235.55	-25943.08

24.00 Employee Benefit Expense

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Salaries and Wages	16323.17	18652.79
Contribution to Provident Fund and Other Funds	1059.60	895.98
Staff Welfare Expenses	842.92	452.25
	18225.70	20001.03

25.00 Finance Cost

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Interest on		
Term Loan	238.09	36.22
Cash Credit	7997.74	7298.85
Other	34.38	9.88
Government Dues	21.60	189.78
Other Borrowing cost		
Bank Charges	1338.14	972.61
	9629.96	8507.34

26.00 Other Expenses

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Consumable Spares	15453.30	8926.42
Jobwork	21228.99	24428.99
Other Mfg Expense	10541.36	6806.20
Power Consumption	37731.96	25950.62
Repair & Maintance	2725.95	1931.40
Sub - Total (i)	87681.56	68043.64



26.00 Other Expenses

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Transportation	5628.33	5147.91
Exchange Related Expenses	380.00	600.00
Income Tax Expenses	0.00	435.09
Insurance	257.53	318.82
Rent, Rate & Taxes	146.91	4763.89
Other Administrative Expenses	1386.64	2466.29
Payment To Auditors	825.00	350.00
Professional Fees	2647.55	2580.00
Selling & Distribution Expenses	1997.92	1938.42
Stationery & Printing	155.02	97.63
Telephone Expense	50.75	129.87
Travelling Expense	719.39	215.05
Vehicle Repairing & Maintenance	597.99	450.38
Sub - Total (ii)	14793.04	19493.35
Total (i + ii)	102474.60	87536.99

27.00 Exceptional Items

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
(Gain) / Loss on sale of Assets	-4155.44	-116.95
	-4155.44	-116.95

28.00 Expenditure in Foreign Exchange

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Import of Capital Goods	0.00	0.00
	0.00	0.00

29.00 Value of Import calculated on C.I.F. basis

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Value of Import calculated on C.I.F. basis	0.00	0.00
	0.00	0.00

30.00 Value of Export calculated on F.O.B. basis

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Value of Export calculated on F.O.B. basis	12475.56	20467.52
	12475.56	20467.52

31.00 Payment to Auditor

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Statutory Audit	500.00	350.00
Other	325.00	0.00
	825.00	350.00

32.00 Earning Per Share

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Net Profit after Tax as per Statement of Profit and Loss Attributable to Equity Holders	6130.59	4434.07
Weighted Average number of Equity Shares used as denominator for calculating Basic	134702.92	112465.88
Basic EPC (Amt. Rs.)	0.05	0.04
Weighted Average number of Equity Shares used as denominator for calculating	134702.92	133503.06
Diluted EPS (Amt. Rs.)	0.05	0.03



CIN : L28910GJ1988PLC011694

33.00 Related Party Disclosure

33.01 As per Ind AS 24, the disclosures of transactions with the related parties are given below:

33.02 List of related parties where control exists and also related parties with whom transactions have taken place and relationships

Name of related Party	Nature of Relation
Hiralal Mahidas Tilva	Key Management Personnel
Rakesh Chhaganbhai Patel	Key Management Personnel
Sheetal Sanjeevkumar Chaniara	Key Management Personnel
Parulben Rakeshbhai Patel	Key Management Personnel
Avani Nileshkumar Dadhania	Key Management Personnel
CS Drasti Vaghasiya	Key Management Personnel
Manishkumar C. Nar	Member of the Promoter Group
Prem Trading Co.	Associate Concern
Crank & Crank	Associate Concern

33.03 Transactions during the year with related parties

Nature of Transaction	Key Management Personnel & Member of Promoter Group				Associate Concern	
	As at		As at		As at	
	31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024
Remuneration	873.61	4320.00	0.00	0.00		
Office Salary	444.61	798.50	0.00	0.00		
Jobwork Expenses	0.00	0.00	2333.71	1995.54		
Sale of Goods	0.00	0.00	4222.42	15914.46		
Sale of Land	4191.00	0.00	0.00	0.00		
Purchase of Material	0.00	0.00	45453.57	43816.92		
(Receivable) / Payable Net	9338.10	4668.73	-9814.67	2776.08		

33.04 Disclosure in Respect of Major Related Party Transactions during the year

Nature of Transaction	Relationship	[Rs. In Thousand]	
		As at 31st March, 2025	As at 31st March, 2024
Remuneration & Bonus			
Hiralal Mahidas Tilva	Key Managerial Personal	446.400	2040.00
Rakesh Chhaganbhai Patel	Key Managerial Personal	422.400	1920.00
Parulben Rakeshbhai Patel	Key Managerial Personal	2.400	480.00
Sheetal Sanjeevkumar Chaniara	Key Managerial Personal	2.412	360.00
Office Salary			
CS Drasti Vaghasiya	Key Managerial Personal	442.200	438.50
Avani Nileshkumar Dadhania	Key Managerial Personal	2.412	360.00
Jobwork Expenses			
Crank & Crank	Associate Concern	2333.705	1995.54
Purchase of Material			
Prem Trading Co.	Associate Concern	45160.809	43816.92
Crank & Crank	Associate Concern	292.760	0.00
Sale of Goods			
Prem Trading Co.	Associate Concern	881.995	13356.07
Crank & Crank	Associate Concern	3340.427	2558.39
Sale of Land			
Sale of Land (Unit - 1)	Member of the Promoter Group	4191.000	0.00
(Receivable) / Payable Net			
Hiralal Mahidas Tilva	Key Managerial Personal	4707.000	2364.40
Rakesh Chhaganbhai Patel	Key Managerial Personal	1563.197	379.20
Sheetal Sanjeevkumar Chaniara	Key Managerial Personal	1835.066	1477.48
Parulben Rakeshbhai Patel	Key Managerial Personal	785.847	358.25
Avani Nileshkumar Dadhania	Key Managerial Personal	446.988	89.40
Prem Trading Co.	Associate Concern	-9783.392	2073.03
Crank & Crank	Associate Concern	-31.273	703.04



34.00 CONTINGENT LIABILITIES AND COMMITMENTS

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Contingent Liability		
A. Claim against the company / disputed liabilities not acknowledged as debt net off against advance paid		
i. TDS Liabilities as per TRACES Portal	1766.06	
ii. Disputed Goods & Service Tax Liabilities	190.90	
B. Guarantees	0.00	0.00
I. Guarantees to Bank and Financial Institution against Credit Facilities extended to third parties and other Guarantees	0.00	0.00
II. Performance Guarantees to the Bank	11672.832	0.00
III. Outstanding Guarantees furnished to Bank or financial institution including in respect of Letter of Credit	1132.00	0.00
C. Other Money for which the company is contingent liable	0.00	0.00
I. Liability in respect of bills discounted with Banks (Including third party bills discounting)	0.00	0.00
II. Customs Duty Obligations towards EPCG License	0.00	6855.18
Commitment	NIL	NIL

35.00 Financial Instrument

Valuation

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

a. The fair value of investment in quoted Equity Shares is measured at quoted price or NAV.

Fair value measurement hierarchy

Particulars	[Rs. In Thousand]			
	Carrying Amount	As at 31st March, 2025 Level of input used in Level 1	Carrying Amount	As at 31st March, 2024 Level of input used in Level 1
Financial Assets				
At Amortized Cost				
Loans	172.00	0.00	273.00	0.00
Trade receivables	80094.75	0.00	84740.98	0.00
Cash and cash equivalents	3238.79	0.00	8574.32	0.00
Other Bank Balances	0.00	0.00	0.00	0.00
Other Financial Assets	0.00	0.00	0.00	0.00
At FVTPL				
Investments	0.00	0.00	0.00	0.00
Financial Liabilities				
At Amortized Cost				
Borrowings	165821.00	0.00	99884.96	0.00
Trade Payables	63821.19	0.00	19315.14	0.00
Other Financial Liabilities	0.00	0.00	0.00	0.00

The financial instruments are categorized into two levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities; and

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly



36.00 Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, and cash and cash equivalents that are derived directly from its operations.

The Company's senior management oversees the management of these risks. The senior professionals working to manage the financial risks and the appropriate financial risk governance framework for the Company are accountable to the Board of Directors and Audit Committee. This process provides assurance to Company's senior management that the Company's financial risk-taking activities are governed by appropriate policies and procedures and that financial risk are identified, measured and managed in accordance with Company policies and Company risk objective.

The Board of Directors reviews and agrees policies for managing each of these risks which are summarized as below:

36.01 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 market prices. Market prices comprises three types of risk: currency rate risk, interest rate risk. Financial instruments affected by market risks include loans and borrowings, deposits, investments, and foreign currency receivables and payables. The sensitivity analysis in the following sections relate to the position as at reporting date. The analysis excludes the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities. The sensitivity of the relevant Profit and Loss item and equity is the effect of the assumed changes in the respective market risks. This is based on the financial assets and financial liabilities held as of March 31, 2025 and March 31, 2024.

Foreign Currency Risk

The following table shows foreign currency exposures in USD and EURO on financial instruments at the end of the reporting period. The exposure to foreign currency for all other currencies are not material.

	As at 31st March, 2025		As at 31st March, 2024	
	USD	EURO	USD	EURO
Trade and other Payable	0.00	0.00	0.00	0.00
Trade and other Receivable	5,283.62	0.00	75.72	0.00
Net Exposure	-5,283.62	0.00	-75.72	0.00

Sensitivity analysis of 5% change in exchange rate at the end of reporting period net of hedges

	As at 31st March, 2025		As at 31st March, 2024	
	USD	EURO	USD	EURO
[Rs. In Thousand]				
5% Depreciation in INR				
Impact on Equity	0.00	0.00	0.00	0.00
Impact on P&L	18.09	0.00	229.58	0.00
Total	18.09	0.00	229.58	0.00
5% Appreciation in INR				
Impact on Equity	0.00	0.00	0.00	0.00
Impact on P&L	-18.09	0.00	-229.58	0.00
Total	-18.09	0.00	-229.58	0.00

Interest Rate Risk

The exposure of the company's borrowing and derivatives to interest rate changes at the end of the reporting period are as follows:

Particulars	As at	As at
	31st March, 2025	31st March, 2024
Loans		
Long Term Borrowing (Exclude Director Deposit)	76153.78	2320.80
Short Term Borrowing	88918.22	89815.16
Total	165072.00	92135.96



Impact on Interest Expenses for the year on 1% change in Interest rate

Particulars	As at	
	31st March, 2025	31st March, 2024
UP MOVE		
Impact on Profit & Loss	-1650.72	-921.36
DOWN MOVE		
Impact on Profit & Loss	1650.72	921.36

36.02 Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments, dealing in derivatives and outstanding receivable.. from customers.

The company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. Sales

36.03 Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

36.04 Financing arrangements

The Company had access to following Financing arrangement facilities at end of reporting period

Particulars	[Rs. In Thousand]	
	As at 31st March, 2025	As at 31st March, 2024
Cash & Cash Equivalent	3238.79	8574.32
Undrawn Credit Facility Expire within 1 Year	1081.78	184.84
	4320.58	8759.16

Contractual maturity patterns of borrowings

Particulars	[Rs. In Thousand]			
	As at 31st March, 2025		As at 31st March, 2024	
	0-1 Year	1-5 Years	0-1 Year	1-5 Years
Long term borrowings*	27571.10	48582.68	0.00	2320.80
Short Term Borrowing	88918.22	0.00	89815.16	0.00
	116489.32	48582.68	89815.16	2320.80

(*) Including current maturity of Long Term Borrowing

36.05 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company has identified Managing Director and Chief Financial Officer as chief operating decision maker.

The Company is engaged into manufacturing of forging item. The chief operating decision maker (CODM), who evaluates the Company's performance, allocate resources based on the analysis of the various performance indicator of the Company as a single unit.

a) Information about geographical segment

The Company's operations are located in India. The following table provides an analysis of the Company's sales by geography in which the customer is located and non-current assets other than financial instruments on the basis of location of the assets.

Particulars	2024-25		2023-24	
	Within India	Outside India	Within India	Outside India
Revenue from Operation	415343.12	12475.56	346938.53	20467.52

b) Information about major customers

Revenue from transactions with a single external customers amounting to 10 percent or more of an entity's revenues,

Name of the Customers	Revenue from Transaction	Percentage of Total Revenue
Avdhoot Technocrats Private Limited	45054.81	10.34%



36.06 Deferred Tax Liabilities

Name of the Customers	As at 31st March, 2025	As at 31st March, 2024
Opening Balance - Deferred Tax Liabilities	15187.44	12079.96
Add: Increase / (Decrease)		
Property, plant and equipment	818.51	912.72
Bonus to Staff	-598.91	1197.81
Carried Forward unabsorbed Dep	967.82	994.73
Leave Encashment and Gratuity	1493.60	11.72
Professional Tax Payable	54.05	
GST Payable		-9.51
NSE Penalties	-20.13	
Interest on TDS & TCS	-5.66	
Provident Fund - Employee	-9.980	
Profit on Sale of Land	197.50	
Disallowed 13B(h)	-2005.89	
Closing Balance - Deferred Tax Liabilities	16078.35	15187.44

36.07 Other Disclosure

The Assistant Inspector of Police, Investigation Officer, Khar Police Station, Mumbai issued letter no.: O.W.10413/API CHINTAMAN/KharPS/2024, dtd.: 23/09/2024 to the company with cc to Axis Bank Ltd., Rajkot informing that an FIR No. 842 of 2024 is lodged by Mr. Hitesh Sharoff against three persons namely 1. Mr. Naitik Jain 2. Mr. Madanlal Jain 3. Mr. Bhavik for crime u/s. 420, 409, 34 IPC and there are reasonable grounds to question you (the Company) to ascertain some facts and circumstances from you. The Axis Bank Ltd., Rajkot, in reference to the letter no. O.W.10238/API/CHINTAMAN/KHARPS/2024 of Khar Police Station, Mumbai, freed Rs. 9,75,000 in the Bank A/c. No. 910030002547717 and informed to the Assistant Inspector of Police, Investigation Officer, Khar Police Station, Mumbai, vide letter dtd. : 30th September, 2024.

37.00 Additional Regulatory Information

- 37.01 The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property
- 37.02 The title deeds of all the immovable properties are in the name of Company, Further the Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year
- 37.03 The company does not have granted any loans or advance to promoters, Directors, KMPs and the related parties that are repayable on demand and/or without specifying any terms or period of repayment.
- 37.04 For Working Capital Borrowing, Quarterly Return/Statement of Current Asset filed by the Company with bank are not in agreement with books of account. Summary of reconciliation and reasons of material discrepancies are as follow.

[Rs. In Thousand]

Quarter	Name of Bank	Security Provided	Amount as per books	Amount as reported in the Quarterly Return / Statement	Amount of Difference
Q1	Axis Bank Limited	Stock	173174.16	173174.00	0.16
		Eligible Debtors	85847.90	87299.82	-1451.92
		Eligible Creditors	14746.89	14746.89	0.00
Q2	Axis Bank Limited	Stock	183534.03	183524.00	10.03
		Eligible Debtors	94376.39	94035.10	341.29
		Eligible Creditors	33715.48	31735.05	1980.43
Q3	Axis Bank Limited	Stock	188765.18	182653.00	6112.18
		Eligible Debtors	91182.27	87857.46	3324.81
		Eligible Creditors	40597.33	34697.71	5899.62
Q4	Axis Bank Limited	Stock	193363.16	153956.20	39406.96
		Eligible Debtors	78883.76	76113.30	2770.46
		Eligible Creditors	47644.97	47651.02	-6.06

Quarterly eligible Debtors and Eligible Creditors which is to be considered for Bank Finance for the purpose of disclosure in Quarterly Return / Statement submitted to the Bank have been classified and identified by the Management in the Books of Account for the relevant period.



Reasons of Material Discrepancies.

1) Eligible Debtors

As represented and Explained by the Management, difference in eligible debtors between quarterly return / statement and Book of account is due to error in classification of grouping of accounts or details given net of advances/bills correction of a particular period.

2) Eligible Creditors

As represented and Explained by the Management, difference in eligible creditors between quarterly return / statement and Book of account is due to error in classification of grouping of accounts or details given net of advances/change in grouping of a particular period.

3) Inventory

As represented and explained by the Management, difference in value of Inventory between quarterly stock statement and books of account is due to change in Inventory valuation.

- 37.05 The company is not declared as wilful defaulter by any Banks or financial institution or other lender.
- 37.06 The Company has not any transaction with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.
- 37.07 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond statutory dues
- 37.08 The Company has not advanced or loaned or invested funds from any person(s) or entity(is), including foreign entities (Intermediaries) (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 on behalf of the Ultimate Beneficiaries,
- 37.09 The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) 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 on behalf of the Ultimate Beneficiaries,
- 37.10 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 37.11 The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- 37.12 The Company does not have any transactions which are not recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

38.00 The following are the analytical ratios for the year ended 31st March, 2025 and 31st March, 2024

	As at 31st March, 2025	As at 31st March, 2024	% Variance
Current Ratio (in times) [Current Assets / Current Liability] <i>[Variance due to improvement in Working Capital]</i>	1.60	2.41	-33.70%
Debt Equity Ratio (in times) [Total borrowings / total Equity] <i>[Variance due to Increase in borrowings]</i>	0.52	0.32	62.01%
Debt service coverage ratio (in times) [Profit before tax, Exceptional items, Depreciation, Finance Cost / (Finance cost + Scheduled principal repayment)] <i>[Variance due to Higher Interest Cost and Increase in Borrowing Working Capital]</i>	0.26	2.41	-89.17%
Return on Equity [ROE] (in %) [Net Profit after Tax / Average Equity] <i>[Variance due to Increase in Average Equity]</i>	0.48%	0.50%	-2.73%
Inventory turnover ratio (in times) [Cost of Material Consumed + Purchase of Finished Goods + Change in inventory / average inventories] <i>[Variance due to higher Inventory Holding]</i>	1.63	1.76	-7.20%



38.00 The following are the analytical ratios for the year ended 31st March, 2025 and 31st March, 2024

	As at 31st March, 2025	As at 31st March, 2024	% Variance
Debtors turnover ratio (in times) [Revenue from operations / average account receivable] <i>[Variance due to Higher Credit Sales]</i>	5.24	5.25	-0.05%
Trade Payable turnover ratio (in times) [Purchase / average account Payable] <i>[Variance due to Higher Credit Purchase]</i>	7.72	8.76	-11.86%
Net Capital Turnover Ratio (in times) [Net Sales / Working Capital] <i>[Variance due to change in working capital cycle]</i>	3.70	2.14	72.61%
Net Profit Ratio (in %) [Net Profit after Tax / Net Sales] <i>[Variance due to profit on sale of assets & changes in turnover]</i>	1.42%	1.19%	19.04%
Return on Capital Employed [ROCE] (in%) [Net Profit before interest and Tax / Capital Employed] <i>[Variance due to Increase in Share holder's Fund]</i>	3.81%	4.95%	-22.95%
Return on Investment [Income Generated from Investment / Average Investment]	NA	NA	NA

39.00 The previous year's figures have been regrouped/ reclassified, wherever necessary to conform to the current year presentation

40.00 The Management confirms that the current assets and loans & advances are approximately of the value stated, if realized in the ordinary course of business and the provision for all known liabilities are adequate.

41.00 Outstanding Balances of Trade Payables and Trade Receivables are subject to confirmation

As per our report of even date

For and on behalf of the Board

For, M. N. Manvar & Co.
Chartered Accountants
FRN : 106047W

(M. N. Manvar)

Proprietor

MRN : 036292

UDIN: 25036292BMKQPK5071

Date : 30th May, 2025

Place : Rajkot



R.C. Patel
(Rakesh C. Patel)

Managing Director
DIN : 00510990

Drashti Vaghasiya

(Drashti Vaghasiya)
Company Secretary

ACS : A58976

Date : 30th May, 2025

Place : Rajkot

Hiralal M. Tilva
(Hiralal M. Tilva)

Chairman & Managing Director
DIN : 00022539

Avni N. Dadhaniya

(Avni N. Dadhaniya)
Chief Financial Officer