

# **MUNISH FORGE LIMITED**

**(Formerly known as: MUNISH FORGE PRIVATE LIMITED)**

**Regd. Office:** Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana,  
Ludhiana, Punjab, India, 141010

**CIN: U28910PB1986PLC006950**

## **NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that the 39<sup>th</sup> Annual General Meeting of the members of M/s Munish Forge Limited (Formerly known as: Munish Forge Private Limited) will be held at the Registered Office at Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana- 141010 Punjab (LANDMARK: Near Sharu Steels Private Limited) on Wednesday, the 24<sup>th</sup> Day of September 2025, at 11:00 A.M. at shorter notice to transact the following businesses:

### **ORDINARY BUSINESS:**

To consider and, if thought fit, to pass the following resolutions as Ordinary Resolutions:

#### **I. To receive, consider and adopt**

##### **(a) Adoption of the Audited Standalone Financial Statements of the Company for the financial year ended 31st March 2025**

“**RESOLVED THAT** the audited standalone financial statements of the Company for the year ended 31st March, 2025 containing the Balance Sheet as at that date, the Statement of Profit & Loss, statement of changes in equity and the Cash Flow Statement for the year ended on that date together with the Notes and the Reports of Auditors and Board of Directors Report along with its annexures thereon be and are hereby approved and adopted.”

##### **I. (b) Adoption of the Audited Consolidated Financial Statements for the financial year ended 31st March, 2025**

“**RESOLVED THAT** the audited consolidated financial statements for the year ended 31st March, 2025 containing the Balance Sheet as at that date, the Statement of Profit & Loss, statement of changes in equity and the Cash Flow Statement for the year ended on that date together with the Notes and the Auditors' Report thereon be and are hereby approved and adopted.”

**ITEM NO. 2 - To appoint a Director in place of Mr. Vishal Anand (DIN: 07194115) who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment.**

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

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**"RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Mr. Vishal Anand (DIN: 07194115), who retires by rotation and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

## **SPECIAL BUSINESS:**

### **ITEM NO. 3 - To ratify the Remuneration payable to Cost Auditors of the Company**

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

**"RESOLVED THAT** pursuant to the provisions of section 148 read with sub sections (1) and (2) of section 469 of the Companies Act, 2013 and subject to such guidelines and approvals as may be required from the Central Government, M/s S.K. Verma & Associates, Cost Auditors of Khanna, Ludhiana, be and is hereby appointed as Cost Auditors of the Company for the Financial Year 2025-2026 to audit the Cost Accounting records maintained by the company on a remuneration of Rs. 40,000/- (Rupees Forty Thousand Only) alongwith reimbursement of out-of-pocket expenses of Rs. 10,000/- per annum upon recommendation of the audit committee of the Company."

**"RESOLVED FURTHER** that the Board of Directors (hereinafter referred to as the "Board" which expression shall also include any Committee duly constituted by the Board) of the Company be and is hereby authorized to do all such acts, deeds and things as may be necessary for the purpose of giving effect to theaforesaid resolution."

### **ITEM NO. 4 – TO APPROVE THE TRANSACTION(S) / CONTRACT(S) WITH RELATED PARTIES IN THE ORDINARY COURSE OF BUSINESS**

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

**"RESOLVED THAT** pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), consent and approval of the members be and is hereby accorded to the Board of Directors to enter into an Agreement(s)/Contract(s)/Transaction(s), in the ordinary course of business with Group Companies/Related Parties namely: M/s. Dev Arjuna Cast & Forge Pvt. Ltd., M/s Dev Arjuna Enterprises Pvt. Ltd, M/s Munish International Pvt Ltd, M/s Forgeco Limited UK and other Promoter Group Companies & Associates, for sale and purchase of goods, materials etc, availing and rendering of services, leasing of property and rent etc. and others, on arm's length basis on

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such terms and conditions as may be mutually agreed between the Company and the Group Companies/ Related parties for a period of one year w.e.f. 1st April, 2025; which may be renewed with the mutual consent of parties thereto.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

For and on Behalf of  
Munish Forge Limited

For MUNISH FORGE LIMITED

 DIRECTOR

Davinder Bhasin  
Managing Director  
DIN: 00780268

For and on Behalf of  
Munish Forge Limited

For MUNISH FORGE LIMITED

 DIRECTOR

DEV ARJUN BHASIN  
Director & CEO  
DIN: 07670554

Dated : 04<sup>th</sup> September 2025  
Place : Ludhiana

NOTES:

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1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll on his/her behalf and the proxy need not be a member of the company. Pursuant to Section 105 of the Companies Act, 2013, a person can act as a Proxy on behalf of not more than fifty members holding in aggregate, not more than ten percent of the total share Capital of Company may appoint a single person as Proxy, who shall not act as a Proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours (Sunday is included in computation of 48 hours) before the commencement of the Meeting. A Proxy Form is annexed to this report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.

2. Corporate members intending to authorize their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting through email.

3. A Statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the Special Business set out in the Notice is annexed.

4. The Notice of AGM, Annual Report, Proxy Form and Attendance Slip are being sent to Members.

6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to in the notice will also be available for electronic inspection without any fee by the members from the date of circulation of this notice up to the date of AGM during business hours. Members seeking to inspect such document may send a request on the email id [cs@munishforge.com](mailto:cs@munishforge.com).

7. The Annual General Meeting has been convened at a shorter notice since the members having more than 95% shares who are entitled to vote have accorded their consent pursuant to the provisions of section 101(1) of the Companies Act, 2013.

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## Profile of Directors seeking re-appointment at the Annual General Meeting

|  |  |
|--|--|
| Name of the Directors                      | Sh. Vishal Anand   |
| Directors Identification Number            | 07194115   |
| Date of Birth                              | 03/04/1971   |
| Date of Appointment                        | 27/05/2015   |
| Expertise in Specific Functional Areas     | Serving as Director of sales and marketing for more than 9 years   |
| Terms and conditions of re-appointment     | Liable to retire by rotation   |
| Qualifications                             | Graduate   |
| Directorship Of Other Companies Or LLP     | <ol style="list-style-type: none"><li>1. Dignity Infrastructure Private Limited</li><li>2. Kumkum Marketing Private Limited</li><li>3. Munish International Private Limited</li><li>4. Munish Promoters And Developers Private Limited</li></ol> |
| No. of Board Meetings attended during FY25 | All board meetings conducted during the year has been duly attended by Mr. Vishal Anand  |
| No. of Shares held in the Company          | 1  |

Explanatory Statement in terms of the provisions of Section 102 of the Companies Act, 2013 relating to special business:

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## **ITEM NO. 3**

As per the provisions of Companies (Cost Records and Audit) Rules, 2014 (as amended), Company's activities fall within the purview of Cost Audit requirement. Accordingly, M/s S.K. Verma & Associates (Membership No. 30671), Cost Auditors have been appointed at a remuneration of Rs. 40,000/- (Rupees Forty Thousand only) alongwith reimbursement of out-of-pocket expenses of Rs. 10,000/- per annum. In accordance with the provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration as mentioned above, payable to the Cost Auditors has to be ratified by the shareholders of the Company. Accordingly, consent and approval of the shareholders is being sought for passing an Ordinary Resolution as set out at Item No. 4 under special business of the Notice for ratification of remuneration payable.

None of the Directors of the Company, the Key Managerial Personnel of the Company or their relatives are, in any way concerned or interested financial or otherwise in the aforesaid resolution.

The Board recommends the Ordinary Resolution set out at Item No. 3 under special business of the accompanying Notice for your approval.

## **ITEM NO. 4**

M/s. Dev Arjuna Cast & Forge Pvt. Ltd., M/s Dev Arjuna Enterprises Pvt. Ltd, M/s Munish International Pvt Ltd, M/s Forgeco Limited UK, and other Promoter Group Companies & Associates, are the Related Parties as per section 2(76) and Section 188 of the Companies Act, 2013. These Companies in the ordinary course of business buy/sell goods, materials etc, availing and rendering of services, leasing of property and rent etc. and also getting job work of manufacturing from the Company. All the transactions entered with Promoter Group Companies & Associates are in the ordinary course of business and are on Arm's length basis. All the related party transaction(s) specified under section 188(1), the value/consideration of which is in excess of their respective limits prescribed under Rule 15(3) of the Companies (Meetings of Board and its Powers) Rules, 2014, has to be approved by the members in the General Meeting. Whereas the third proviso to section 188(1) also states that nothing in section 188(1) will apply to any transaction entered into by the Company in its Ordinary course of business and at arm's length basis. Taking into Account the provisions of the Act, Board of Directors intend to seek your prior approval for the Contracts(s)/ Agreement(s)/ Transaction(s) to be entered with the Group Companies or Related Parties for a period of one year w.e.f. 1st April, 2025. Sh. Davinder Bhasin (DIN: 00780268), Managing Director, Sh. Dev Arjun Bhasin (DIN: 07670554), Director & CEO and Sh. Vishal Anand (DIN: 07194115), Director of the Company, may be deemed to be concerned or interested in the aforesaid resolution. The other relatives of the Directors may be deemed to be

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interested in the resolution, to the extent of their shareholding interest, if any, in the Company and Promoter Group Companies & Associates. None of the other Directors, Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution. The Board recommends the Ordinary Resolution set out at Item No. 4 of the Notice for approval of the Members.

|    |   |                                      |                                     |                                  |                           |                           |
|----|---|--------------------------------------|-------------------------------------|----------------------------------|---------------------------|---------------------------|
| 1. | Nature of Related Party   | M/s Dev Arjuna Cast & Forge Pvt. Ltd | M/s Dev Arjuna Enterprises Pvt. Ltd | M/s Munish International Pvt Ltd | M/s Forgeco Limited UK    | Smt. Minakshi Bhasin      |
| 2. | Nature of relationship  | Related Party                        | Related Party                       | Related Party                    | Related Party             | Related Party             |
| 3. | Nature, Duration of The Contract And Particulars of The Contract or Arrangement | Sale Agreement, One Year             | Purchase Agreement, One Year        | Sale Agreement, One Year         | Sale Agreement, One Year  | Rent agreement, One year  |
| 4. | Material terms, monetary value and particulars of the contract or arrangement;  | As per Arrangement                   | As per Arrangement                  | As per Arrangement               | As per Arrangement        | As per Arrangement        |
| 5. | Any Advance Paid or Received for The Contract or Arrangement, If Any            | Nil                                  | Nil                                 | Nil                              | Nil                       | Nil                       |
| 6. | The Manner of   | The pricing is as per the            | The pricing is as per the           | The pricing is as per the        | The pricing is as per the | The pricing is as per the |

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|    | determining the pricing and other commercial terms, both included as part of contract and not considered as part of the contract                                       | rates prevalent in the market.   |
|----|--|--|--|--|--|--|
| 7. | Whether all factors relevant to the contract have been considered, if not, the details of factors not considered with the rationale for not considering those factors; | Yes  | Yes  | Yes  | Yes  | Yes  |
| 8. | Any other information relevant or important for the members to take a decision on the proposed resolution  | The transaction for entering into agreement for providing services with its related parties is on 'arm's | The transaction for entering into agreement for providing services with its related parties is on 'arm's | The transaction for entering into agreement for providing services with its related parties is on 'arm's | The transaction for entering into agreement for providing services with its related parties is on 'arm's | The transaction for entering into agreement for providing services with its related parties is on 'arm's |

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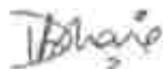
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CIN: U28910PB1986PLC006950

|  |   |   |   |   |   |
|--|---|---|---|---|---|
|  | length' basis and is advantageous for the Company considering the experience of the transactions with related party and shall be in compliance with Section 188 and other applicable provisions of the Companies Act, 2013 and the rules thereto. | length' basis and is advantageous for the Company considering the experience of the transactions with related party and shall be in compliance with Section 188 and other applicable provisions of the Companies Act, 2013 and the rules thereto. | length' basis and is advantageous for the Company considering the experience of the transactions with related party and shall be in compliance with Section 188 and other applicable provisions of the Companies Act, 2013 and the rules thereto. | length' basis and is advantageous for the Company considering the experience of the transactions with related party and shall be in compliance with Section 188 and other applicable provisions of the Companies Act, 2013 and the rules thereto. | length' basis and is advantageous for the Company considering the experience of the transactions with related party and shall be in compliance with Section 188 and other applicable provisions of the Companies Act, 2013 and the rules thereto. |
|--|---|---|---|---|---|

For and on Behalf of  
Munish Forge Limited

For MUNISH FORGE LIMITED

 DIRECTOR

Davinder Bhasin  
Managing Director  
DIN: 00780268

For and on Behalf of  
Munish Forge Limited

For MUNISH FORGE LIMITED

 DIRECTOR

DEV ARJUN BHASIN  
Director & CEO  
DIN: 07670554

Dated : 04<sup>th</sup> September 2025  
Place : Ludhiana

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FORM No. MGT-11

## PROXY FORM

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

CIN : U28910PB1986PLC006950

Name of the Company : MUNISH FORGE LIMITED

Registered Office : Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana, Ludhiana,  
Punjab, India, 141010.

|                       |   |       |
|-----------------------|---|-------|
| Name of the member(s) | : | _____ |
| Registered Address    | : | _____ |
| Email ID              | : | _____ |
| Folio No / Client ID  | : | _____ |
| DP ID                 | : | _____ |

We, being the member(s) of \_\_\_\_\_ shares of the above named Company, hereby appoint:

1. Name: \_\_\_\_\_

Email ID: \_\_\_\_\_

Signature: \_\_\_\_\_ ; or failing him

2. Name: \_\_\_\_\_

Email ID: \_\_\_\_\_

Signature: \_\_\_\_\_ ;

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As our proxy to attend and vote (on a poll) for us and on our behalf at the Annual General Meeting of the members of the Company, to be held on Friday, 20<sup>th</sup> September, 2025 at 11.00 AM at the registered office at Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana, Ludhiana, Punjab, India, 141010, and at any adjournment thereof in respect of such resolutions as are indicated below:

## Resolution Nos.:

1. To receive, consider and adopt the Audited Standalone & Consolidated Financial Statements of the Company including the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement for the financial year ended 31st March, 2025, along with Auditor's Report.
2. To appoint a director in place of Mr. Vishal Anand (DIN: 07194115), who retires by rotation at this Annual General Meeting and being eligible, offers himself re-appointment.
3. To ratify the Remuneration payable to Cost Auditors of the Company
4. To Approve the Transaction(S) / Contract(S) With Related Parties in the ordinary Course of Business

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2025

Affix  
Revenue  
stamp

\_\_\_\_\_  
Signature of Shareholder

\_\_\_\_\_  
Signature of Proxy holder(s)

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**

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## ATTENDANCE SLIP

I hereby record my presence at the 39<sup>th</sup> Annual General Meeting of the Company held on Friday, 20<sup>th</sup> September, 2025 at 11.00 AM, at the registered office of the Company at Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana, Ludhiana, Punjab, India, 141010

### Full Name of the Shareholder:

\_\_\_\_\_\*, \_\_\_\_\_ residing at/having  
registered office at \_\_\_\_\_

Folio No. \_\_\_\_\_

No. of Shares held: \_\_\_\_\_ (In words \_\_\_\_\_)

Name of Proxy (if any): \_\_\_\_\_

\_\_\_\_\_  
Signature of the Shareholder/Proxy/Corporate Representative\*

\* Strike out whichever is not applicable

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## ROUTE MAP

Village-Gobindgarh, Adj. Phase-VII, Focal Point, Ludhiana- 141010 Punjab  
(LANDMARK: Near Sharu Steels Private Limited)



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## DIRECTORS' REPORT

To,  
The Members,

Your Directors have pleasure in presenting their 38<sup>th</sup> Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2025.

### Financial summary or highlights/Performance of the Company

The Board's Report has been prepared based on the Standalone and Consolidated Financial Statements of the company.

(Rs. in Laacs)

| PARTICULARS                           | YEAR ENDED<br>31.03.2025 |                | YEAR ENDED<br>31.03.2024 |               |
|---------------------------------------|--------------------------|----------------|--------------------------|---------------|
|                                       | Standalone               | Consolidated   | Standalone               | Consolidated  |
| Revenue from Operations for the year  | 17544.60                 | 17544.60       | 15988.71                 | 15988.71      |
| Other Income                          | 360.67                   | 318.79         | 152.01                   | 169.37        |
| Total Revenue                         | 17905.26                 | 17863.38       | 16140.72                 | 16158.08      |
| Profit/before depreciation & taxation | 1952.50                  | 1932.75        | 648.66                   | 577.26        |
| <b>Net Profit/after Taxation</b>      | <b>1444.17</b>           | <b>1429.93</b> | <b>499.60</b>            | <b>438.92</b> |

### Brief description of the Company's working during the year/State of Company's affairs

#### Standalone Results:

The revenue from Operations during the period have been Rs. 17544.60 Laacs as against Rs. 15988.71 Laacs in the previous year. The profit before depreciation & taxation was Rs 1952.50 Laacs as against Rs. 648.66 Laacs in the previous year. For FY 2025, your Company's profit after tax stood at Rs. 1444.17 Laacs.

#### Consolidated Results:

The revenue from Operations during the period have been Rs. 17544.60 Laacs as against Rs. 15988.71 Laacs in the previous year. The profit before depreciation & taxation was Rs 1932.75 Laacs as against Rs. 577.26 Laacs in the previous year. For FY 2025, your Company's profit after tax stood at Rs. 438.92 Laacs.

#### Change in the nature of business, if any

During the year under review, the Company has not changed its nature of business.

#### Dividend

Your Directors do not recommend any dividend for the year ended 31<sup>st</sup> March, 2025 to conserve the resources.

#### Reserves

The net profit for this period of Rs. 1444.17 Laacs has been transferred to Reserve and Surplus Account.

### **Changes in Share Capital**

There were changes in the Capital Structure of the company during the year detailed as follows:

1. The per share value of Equity shares was subdivided from Rs. 100/- (Rupees One Hundred) to Rs. 10/- (Rupees Ten) vide shareholder resolution dated 26/08/2024.
2. The authorized share capital of the company was increased from Rs. 12,24,00,000/- (divided into 1124000 Equity shares of Rs. 100/- each and 100000 Redeemable Cumulative Preference shares of Rs. 100/- each) to Rs. 25,00,00,000/- (divided into 24000000 Equity shares of Rs. 10/- each and 100000 Redeemable Cumulative Preference shares of Rs. 100/- each) vide shareholder resolution dated 26/08/2024.
3. The company made bonus issue 6745473 equity shares to the existing shareholders in ratio of 0.7:1 i.e. Zero Point Seven (0.7) new fully paid-up share of Rs. 10/- each for every One equity share held vide Board resolution dated 05/09/2024. The bonus issue was prior approved by shareholders in Extra-ordinary General Meeting held on 04/09/2024.
4. The 90000 12% Redeemable Cumulative Preference Shares of Rs. 100/- each fully paid up were redeemed on 28/09/2024.
5. Issue of shares on preferential basis was made on 15/03/2025 of 1332000 Equity shares to Dev Arjuna Enterprises Private Limited through share swap. Shareholders had consented beforehand vide resolution dated 15/03/2025.
6. The unissued authorized share capital Rs. 1,00,00,000/- of Preference shares was cancelled and the authorized share capital was reclassified by consolidating/merging said Preference share capital with existing Rs. 24,00,00,000/- Equity share capital thus making a total of Rs. 25,00,00,000/- vide shareholder resolution dated 26/03/2025.

### **Issue of Employees Stock Option**

The Company has approved Employees Stock Option Plan 2025 (ESOP 2025) on 15<sup>th</sup> March, 2025 to create, offer and grant, from time-to-time upto 8,84,000 (Eight Lakh Eighty-Four Thousand) Employee Stock Options ("ESOP") to be granted as and when determined by the Board vide Shareholder's resolution dated 15<sup>th</sup> March, 2025. No Employee Stock Options have been issued till date.

### **Directors and Key Managerial Personnel**

During the year under review, following changes occurred in the constitution of Board of Directors and Key Managerial Personnel:

- (i) Appointment of Sh. Davinder Bhasin (DIN: 00780268) as Managing Director of the company w.e.f. 15<sup>th</sup> March, 2025.
- (ii) Appointment of Sh. Dev Arjun Bhasin (DIN: 07670554) as Chief Executive Officer (CEO) of the company w.e.f. 15<sup>th</sup> March, 2025.
- (iii) The designation of Sh. Vishal Anand (DIN: 07194115) was changed from Director in "Non-Executive" Category to Director in "Executive" Category w.e.f. 15<sup>th</sup> March, 2025.
- (iv) Appointment of Dr. Arshdeep Singh Bedi (DIN: 10804130) as Non-Executive Independent Director of the company w.e.f. 10<sup>th</sup> October, 2024.
- (v) Appointment of Sh. Khushvinder Bir Singh (DIN: 08863504) as Non-Executive Independent Director of the company w.e.f. 10<sup>th</sup> October, 2024.

- (vi) Appointment of Smt. Priya Begana (DIN: 07706647) as Non-Executive Independent Director of the company w.e.f.10<sup>th</sup> October, 2024.
- (vii) Appointment of Sh. Manoj Kumar Pandey (PAN: ARNPP8906C) as Chief Financial Officer (CFO) of the Company w.e.f. 1<sup>st</sup> October, 2024.
- (viii) The Company Secretary Mrs. Sukhdeep Kaur (Membership: A34339) was appointed as Compliance Officer of the company w.e.f. 15<sup>th</sup> March, 2025.
- (ix) Sh. Vishal Anand (DIN: 07194115) who retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible, offers himself for re-appointment.

## **COMMITTEES OF THE BOARD**

The Companies Act 2013 mandates a company to form certain Board Committees in order to have a focused approach on certain specific areas and take decisions in line with the delegated authority as per the provisions of the Act and the rules made thereunder. Committees are usually formed as a means of improving board effectiveness and efficiency, in areas where more focused, specialized and technical discussions are required. These committees prepare the groundwork for decision-making and report at the subsequent board meeting. Committees enable better management of full board's time and allow in-depth scrutiny and focused attention. Hence, your Company has constituted the following committees as per the defined scope and the role:

- (i) Audit Committee
- (ii) Nomination and Remuneration Committee
- (iii) Stakeholders Relationship Committee
- (iv) Corporate Social Responsibility (CSR) Committee
- (v) Risk Management Committee
- (vi) Internal Complaints Committee

### ***AUDIT COMMITTEE***

Your Company has formed an Audit Committee as per the provisions of the Companies Act, 2013 and the said committee functions in line with the requirements set out under section 177 of the Companies Act 2013.

Members of the Audit Committee include:

1. Mr. Khushvinder Bir Singh - Chairperson
2. Dr. Arshdeep Singh Bedi - Member
3. Mr. Davinder Bhasin - Member

### ***NOMINATION AND REMUNERATION COMMITTEE***

In terms of provisions of Section 178 of the Companies Act, 2013, the Nomination and Remuneration Committee of the Company is duly constituted. The composition of the committee is as follows as on the date of this report:

1. Mrs. Priya Begana - Chairperson
2. Dr. Arshdeep Singh Bedi - Member
3. Mr. Khushvinder Bir Singh – Member

The Nomination and Remuneration Policy is updated on the website.

### ***STAKEHOLDER RELATIONSHIP COMMITTEE (SRC) COMMITTEE***

In terms of provisions of Section 178 of the Companies Act, 2013 and Corporate Social Responsibility Policy Rules, 2014 and its amendments thereafter, your Company has duly constituted a Corporate Social Responsibility (CSR) Committee with the following members as on the date of this report:

1. Mr. Davinder Bhasin - Chairperson
2. Mr. Khushvinder Bir Singh - Member
3. Mrs. Priya Begana - Member

The CSR Policy of our Company can be viewed at the website of the Company.

#### ***CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE***

In terms of provisions of Section 135 of the Companies Act, 2013 the Stakeholder Relationship Committee of the Company is duly constituted. The composition of the committee is as follows as on the date of this report:

1. Mr. Arshdeep Singh Bedi- Chairperson
2. Mr. Khushvinder Bir Singh - Member
3. Mr. Dev Arjun Bhasin - Member

The SRC Committee of our Company can be viewed at the website of the Company.

#### ***RISK MANAGEMENT COMMITTEE***

In terms of provisions of the Companies Act, 2013 the Risk Management Committee of the Company is duly constituted. The composition of the committee is as follows as on the date of this report:

1. Mr. Davinder Bhasin- Chairperson
2. Mr. Priya Begana - Member
3. Mr. Arshdeep Singh Bedi - Member

The Risk Management Committee of our Company can be viewed at the website of the Company.

#### ***INTERNAL COMPLAINTS COMMITTEE***

In terms of provisions of the Companies Act, 2013 the Internal Complaints Committee of the Company is duly constituted. The composition of the committee is as follows as on the date of this report:

1. Mr. Parul Aattal - Chairperson
2. Mr. Davinder Bhasin - Member
3. Mr. Renu Mishra - Member

The Internal Complaints Committee of our Company can be viewed at the website of the Company.

#### **Particulars of Employees**

During the financial year under review, no employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **Meetings**

Adequate notices were issued to the Board of Directors as per Secretarial standards. During the financial year ended 31<sup>st</sup> March 2025, **Twenty-Four** Board Meetings were held.

The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

The Company has observed the provisions of Secretarial Standards issued by Institute of Company Secretaries of India.

## **Auditors**

### **I. Statutory Auditors**

The Company's existing Statutory Auditors, M/s. Vinay & Associates, Chartered Accountants, were appointed by the Members at the 38th Annual General Meeting (AGM) of the Company held on September 30, 2024, for a period of 5 years, to hold office until the conclusion of the 43<sup>rd</sup> AGM to be held for FY 2028-29 at such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.

### **II. Secretarial Auditors**

During the period under review, the company is not under requirement to make appointment of Secretarial Auditor.

### **III. Cost Auditors**

M/s S.K. Verma & Associates (FRN: 101072) were appointed as the Cost Auditors of the Company for FY 2024-25.

### **IV. Internal Auditor**

The company has appointed Sh. Sunil Thakur as the Internal Auditor of the company.

## **Auditors' Report**

The Auditors' Report does not contain any qualification reservation or adverse remark. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

## **Cost Audit:**

The Company has maintained cost records specified by Central Government as required under sub-section (1) of section 148 of the Companies Act, 2013.

M/s S.K. Verma & Associates (FRN: 101072) the Cost Auditors of your company are likely to submit Cost Audit Report within the prescribed time limit.

## **Development and Implementation of a Risk Management Policy**

The company's risk management procedures take into consideration and assesses various external as well as internal risks the company is exposed to and accordingly, various strategies are being devised for mitigating both internal and external risks. A risk management policy was formed and put in place in previous years to mitigate the risks, both internal and external, which the company is exposed to as per the requirement of Section 134(3)(n) of the Companies Act, 2013. The company's risk management policy is available at its website.

## **Internal Financial Control System**

Internal Financial Controls are an integral part of the Group Risk Management framework and processes that address financial as well as financial reporting risks. The key internal financial controls have been documented, automated wherever possible and embedded in the respective business processes. The

company's internal control systems are commensurate with the nature of its business, the size and complexity of its operations and such internal financial controls with reference to the financial statements are adequate. The internal control system has been designed to ensure that financial and other records are reliable for preparing financial and other statements and for maintaining accountability of assets. The internal audit plan is designed to audit the important areas and thus aligned with the business objectives of the company

#### **Details of Establishment of Vigil Mechanism/Whistle Blower Policy**

The Company has adopted the Whistle Blower Policy/Vigil Mechanism for the directors and employees, to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct and Ethics. This framework provides for adequate safeguards against victimization of persons who complain under the mechanism. The Board of the Company oversees the functioning of the Vigil Mechanism framework. This Policy is available on the Company's website.

#### **Annual Return**

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return is available on the Company's website.

#### **Internal Control Systems and Their Adequacy**

Your Company's internal control systems are commensurate with its size and the nature of its operations. These have been designed to provide reasonable assurance with regard to capturing and providing reliable financial data, operational information, complying with applicable laws, safeguarding assets from unauthorized use, executing transactions with proper authorization and ensuring compliance with internal as well as external policies. The Company has in place adequate internal financial controls with reference to Financial Statements, in the opinion of the Board of Directors. Also, the Company has a proper system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly. These are routinely tested and certified by Statutory as well as Internal Auditor. Significant audit observations and follow-up actions are reported to the Audit Committee. During the period under review, such controls were tested and no reportable material weakness in the design or operation was observed.

#### **Performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statement**

As on 31st March 2025, the Company has 1 associate company and thus consolidated financial statement is presented.

Information of associates company is as follows

Date of Incorporation: - May 31, 2001

Name of Company :- Forgeco Limited Company

Number:- 04226017

Registered Office:- Swarn House, Meadow Lane, Coseley, Bilston, West Midland, United Kingdom - WV14 9NQ

#### **Compliance with Secretarial Standards**

The Company has complied with secretarial standards applicable to the Company.

#### **Corporate Insolvency Resolution Process initiated under the Insolvency And Bankruptcy Code, 2016 (2016)**

No Corporate Insolvency Resolution Process has been initiated by any Financial Institution/Bank or Operational Creditors against the Company under the Insolvency and Bankruptcy Code, 2016

**Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**

No Material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report except to the filing of Draft Red Herring Prospectus on NSE Emerge Platform on 3<sup>rd</sup> Day of May, 2025. The company received in Principle Approval from Exchange on 22<sup>nd</sup> August, 2025 and is in the process of filing Red Herring Prospectus.

**Deposits**

As per Section 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 the Company has not invited/ accepted any deposits from the public during the year ended March 31, 2025. There were no unclaimed or unpaid deposits as on March 31, 2025.

**Particulars of loans, guarantees or investments under section 186**

During the year under review, the Company has not given any loans or guarantees under the provisions of section 186 of the Companies Act, 2013.

However, the company made acquisition of 50% Equity shares of ForgeCo Limited (UK) for consideration other than cash settled for Equity shares issued to M/s Dev Arjuna Enterprises Private Limited

**Particulars of contracts or arrangements with related parties**

All contracts/ arrangements/ transactions, as defined under section 188(1) of the Companies Act 2013, entered into by the Company during the year under review with related parties were on an arm's length basis and in the ordinary course of business.

Particulars of Related Party Transaction's pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are attached in Form AOC-2 as Annexure-2.

**Corporate Social Responsibility Committee**

Pursuant to Section 135 of the companies Act, 2013 and other applicable provisions of the Companies Act, 2013 and rules made thereunder including any modification or re-enactment thereof as time being in force, a CSR committee of the Company has been constituted to exercise such powers and perform such functions as provided in the Act and rules. The provisions of incurring CSR expenditure were not applicable to the company for the FY ending 31<sup>st</sup> March, 2025. Thus, requirement of making CSR Annexure was not there.

**Conservation of energy, technology absorption and foreign exchange earnings and outgo**

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, has been annexed hereunder:

**A. Conservation of energy**

Energy Conservation is an ongoing process in the Company. The Company continued its effort to improve energy usage efficiencies and increase the share of renewable energy. Various key performance indicators

like specific energy (energy consumed per unit of production), specific energy costs and renewable energy contributions were continuously tracked to monitor alignment with the Company's overall sustainability approach.

**(i) Steps taken or impact on conservation of energy:**

a. Improvement in energy usage efficiency in lighting systems by installation of more efficient lighting solutions such as Light Emitting Diodes.

b. the company is regularly finding and adopting new methods such as:

I.Automation of machinery i.e. modernization of existing machinery with better and efficient energy saving equipment/ machines

II.Process audit is done to find better alternate ways to manufacture the products in less time and with least resources/ Energy.

**(ii) Steps taken by the company for utilizing alternate sources of energy:** The company has installed Solar panels for energy conservation.

**(iii) Capital investment on energy conservation equipments: NIL.**

**B. Technology absorption**

Efforts made towards technology absorption are as under:

1. Research and Development: The company has made continuous efforts for the development of new lines of activities. The Company is adopting the most suitable manufacturing technology for saving in the cost of production, electricity consumption and personnel.
2. Technology Absorption, Adaptation and Innovation: The Company is adopting the well-established technology with the scope of savings in the cost of production, energy consumption and capital cost in terms of the quantum of production. The Company is making continuous efforts towards the product development, product improvement in the shape of quality and cost reduction.

**C. Foreign exchange earnings and Outgo**

During the period under review, the foreign exchange earning was Rs. 9426,35/- Lacs in C.Y. and Rs. 10098.93/- Lacs in P.Y.

During the period under review, the foreign exchange spending was Rs. 1,82,91,156.37/- Lacs in C.Y. compared to Rs. 477.56/- Lacs in P.Y.

**Declaration by Independent Directors**

The Company had appointed 3 (Three) Independent Directors on the Board under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 w.e.f. 10<sup>th</sup> October, 2024. Hence, declaration of Independence were received.

**Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of Section 178**

The Nomination and remuneration policy of company contains criteria for Director's appointment, remuneration and the term including the same for Independent Directors and the criteria for determining qualifications, positive attributes and independence of a director. The appointments of the Directors and Key Managerial Personnel are done as per the policy.

The Nomination and Remuneration Committee considers all the factors as given in the policy and then makes recommendations to the Board for the appointment / reappointment of Directors/KMP. The Nomination and remuneration policy is available at the Company's website.

### **Industrial Relations**

Your company believes in maintenance of harmonious industrial relations as it is of vital importance for the survival and growth of the industrial enterprise. Good industrial relations result in increased efficiency and prosperity. Company's industrial relations continued to be harmonious during the period under review.

### **Human Resources**

Your Company treats its "human resources" as one of its most important asset.

Your Company continuously invests in attraction, retention and development of talent on an ongoing basis. A number of programs that focus on human resource development in the company are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

### **Environmental Health & Safety**

The Company continuously endeavors to improve on environmental management and safety measures.

### **Significant and Material Orders Passed By The Regulators Or Courts**

There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status and the Company's future operations.

### **Conversion Of Company To Public Limited Company**

The company got converted from Private to Public Limited Company w.e.f. 17<sup>th</sup> December, 2024 and Fresh Certificate of Incorporation was subsequently issued by the Ministry of Corporate Affairs (MCA) Government of India.

### **Transfer of Amounts to Investor Education and Protection Fund**

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there was no money which was required to be transferred to Investor Education and Protection Fund (IEPF).

### **Obligation of the Company under the Sexual Harassment of women at workplace (prevention, prohibition and redressal) Act, 2013**

The Board of Directors has constituted an Internal Complaints Committee under the Act. Adequate steps for the protection and safety of women employees have been taken.

- Number of Sexual Harassment Complaints Received:- NIL.
- Number of Complaints Disposed off:- N.A.
- Number of cases pending for more than 90 days:- N.A.

However, no such incidence of harassment of women was reported during the year.

### **Maternity Benefit Compliance**

- Maternity leave provisions:- As Applicable

- Salary and benefits:- **As Applicable**
- Related employee entitlements:- **As Applicable**

### **Consolidated financial statements**

The company has one associate company namely Forgeco Limited UK, the consolidation of accounts with those of the associate company are applicable.

### **Reporting of Frauds by the Auditors, other than those which are reportable to the central Government**

No fraud has been reported either by the company or against the company.

### **Directors' Responsibility Statement**

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, hereby confirm that—

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Significant And Material Orders Passed By The Regulators Or Courts**

There are no significant material orders passed by the Regulators/ Courts/Tribunals which would impact the going concern status of the Company and its future operations.

### **Compliance Of Secretarial Standards**

During the year under review, the Company has complied with the applicable Secretarial Standards.

### **Website**

The Company has maintained a functional website namely [www.murishforge.com](http://www.murishforge.com) containing information about the Company. The website of the Company contains information like Policies, Shareholding Pattern, Financial and information of the designated officials of the Company who are responsible for assisting and handling investor grievances for the benefit of all stakeholders of the Company, etc.

### **General Disclosure**

Your Directors state that the Company has made disclosures in this Report for the items prescribed in Section 134 (3) of the Companies Act, 2013 and Rule 8 of the Companies (Accounts) Rules, 2014 to the extent the transactions took place on those items during the year. Your Director's further state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review: i) Issue of Equity Shares with differential rights as to dividend, voting or otherwise; ii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and ESOS; iii) There is no revision in the Board Report or Financial Statement; iv) The details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons there of.

### **Acknowledgements**

The Board of Directors wish to place on record its deep-sense of appreciation for the committed services by all the employees of the Company. The Board of Directors would also like to express their sincere appreciation for the assistance and co-operation received from the financial institutions, banks, government and regulatory authorities, customers, vendors, members, during the year under review. The Board of Directors would like to express their sincere thanks to all the stakeholders and investors of the Company for the trust reposed in the Company. Your Directors would also like to thank the government, both Central and state, financial institutions, banks, customers, employees, dealers and vendors for their co-operation and help throughout the year.

**For and on Behalf of  
Munish Forge Limited**

For MUNISH FORGE LIMITED

 **DIRECTOR**

**Davinder Bhasin  
Managing Director  
DIN: 00780268**

**Place: Ludhiana  
Dated: 4th September, 2025**

**For and on Behalf of  
Munish Forge Limited**

For MUNISH FORGE LIMITED

 **DIRECTOR**

**DEV ARJUN BHASIN  
Director & CEO  
DIN: 07670554**



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## INDEPENDENT AUDITOR'S REPORT

TO

**THE MEMBERS OF MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)**

### Report on the Audit of Standalone Financial Statements

#### Opinion

We have audited the Standalone Financial Statements of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** ("the Company"), having registered office at **Village Gobindgarh, Adjoining Phase-VII, Focal Point, Ludhiana**, which comprise the Standalone Balance Sheet as at **31st March 2025**, and the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Cash Flow Statement and the Standalone Statement of Changes in Equity for the year then ended, and notes to the Standalone Financial Statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2025**, and its **profit**, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of

the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Standalone Ind AS financial statements and our auditor's report thereon.

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

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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation

and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the 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 Standards on Auditing 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal 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 explaining 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 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 financial statements including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all

relationships and other matters that may reasonably be thought to bear on our independence and where applicable related safeguards.

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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of changes in equity and the Standalone Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is

disqualified as on 31st March, 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, the same is refer to our separate Report in "Annexure B".

B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The Company, as detailed in note no 33 to the Standalone financial statements, has disclosed the impact of pending litigation on its financial position as at 31<sup>st</sup> March 2025.
2. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
3. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company
4. i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note no-50 to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("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;  
ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the note no-51 to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

iii)Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

5. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

6. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2025 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

(C) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Companies Act, 2013, in our opinion and according to the information and 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 and is within the limits prescribed under the said section read with Schedule V of the Act.

**FOR VINAY & ASSOCIATES**

**Chartered Accountants**

**Firm Registration No-004462N**

**Peer Review Firm No -014620**

**PLACE: LUDHIANA**

**DATED: 04.09.2025**

**UDIN: 25002408BMEJTT4212**

**VINAY KUMAR SRIVASTAV**



### **Annexure-A to the Auditors' Report**

The Annexure A referred to in paragraph 1 under "Report on other legal and other regulatory requirements" section of Independent Auditors' Report to the members of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** on the Standalone Financial Statements for the year ended 31st March 2025, we report that:

- i)     **a**    (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

          (B) The Company has maintained proper records showing full particular of intangible assets.
- b**    Property, Plant and Equipment have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regards to the size of the company and the nature of its assets and as informed, no material discrepancies were noticed on such verification;
- c**    Based on our examination of the title deeds of all the immovable properties disclosed in the financial statements, all immovable properties are held in the name of the company
- d**    The company has not revalued its Property, Plant and Equipment (including Right of Use assets) during the year;
- e**    No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii)   **a**    As per the information furnished, the inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable, and, the coverage and procedure of such verification is appropriate having regard to the size of the Company and the nature of its operation. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed between the physical stock of inventory and the books of accounts.
- b**    The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed with such banks or financial institutions are in agreement with the books of accounts of the Company.

iii) Based on the information and explanations provided to us and the audit procedures performed by us, we report the following under Clause 3(iii) of the Companies (Auditor's Report) Order, 2020:

(a) The Company has during the year granted loans, given corporate guarantees and made investments as follows:

1. The Company granted a loan of ₹656.80 lakhs to **Tridib Industries Ltd.**, a related party, which is repayable on demand and carries interest @ 9.6% per annum.

The outstanding balance of such loan as at 31 March 2025 was ₹286.95 lakhs.

2. The Company has provided corporate guarantees aggregating ₹13.11 lakhs to **India Infoline Ltd.** and **IIFL Home Finance Ltd.** for loans taken by **Munish Promoters & Developers Pvt. Ltd.**, which is neither a subsidiary nor an associate.

3. During the year, the Company acquired 50% equity interest in **Forgeco Limited, UK**, a joint venture, for ₹1,185.48 lakhs by way of non-cash share swap. This investment is accounted for using the equity method as per Ind AS 28.

(b) There is no fixed repayment schedule for the loan granted to **Tridib Industries Ltd.**, as the loan is repayable on demand.

(c) Since the loan is repayable on demand, no amount is overdue as at the Standalone Balance Sheet date.

(d) The corporate guarantees are subject to annual renewal as per the terms prescribed by the lending banks.

(e) The loans, guarantees, and investments made during the year are on terms that are, in our opinion, not prejudicial to the interest of the Company.

(f) Details of loans repayable on demand granted to related parties are as follows:

| Name of the Entity | Relationship with the Company | Amount Outstanding as at 31.03.2025 (₹ in lakhs) | % of Total Loans and Advances in the Nature of Loans |
|--------------------|-------------------------------|--|--|
| Tridib Industries  | Related Party                 | 286.95   | 100%   |

|      |  |  |  |
|------|--|--|--|
| Ltd. |  |  |  |
|------|--|--|--|

- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and Section 186 of the Companies Act, 2013, in respect of loans granted, investments made, guarantees given, and security provided by the Company.
- v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi) We have been informed that the company is maintaining cost records specified by the Central Government under section 148 of the Companies Act.
- vii) a) According to the information and explanations given to us and the records examined by us, the company has been regular in depositing the undisputed statutory dues with the appropriate authorities in respect of Provident Fund, ESI, Income Tax and GST and other statutory dues. Hence there is no arrears of outstanding statutory dues as on the last day of Financial year.
- b) As per information, following statutory dues on account of PSPCL and GST Department is raised against assessment made is outstanding for which appeal has been filed before appropriate authority :

a. Determined Liabilities :

| Sr. No | Nature of demand               | Amount   | Appeal pending before Appellate authority          |
|--------|--------------------------------|--|--|
| 1.     | Punjab State Power Corporation | 20.44 Lacs outstanding demand after depositing 50% of total demand of Rs. 40.88 Lacs | Appeal pending before Punjab & Haryana High Court. |

Management is confident to get relief from appellate authority therefore management has decided not to make provision for the same.

b) Undetermined Liabilities :

- The company has received show cause notice from The office of Deputy commissioner central GST (Audit) circle Ludhiana -1 regarding availment of excess input tax credit of GST of Rs. 6322225/- for which the company is making presentation to solve the matter therefore no provision is made for this amount.

- viii) According to information and explanation given to us and on the basis of our examination of the record of the company, 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.
- ix) a) According to information and explanation given to us and on the basis of our examination of the record of the company, Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender.
- b) According to information and explanation given to us and on the basis of our examination of the record of the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion and According to information and explanation given to us by the management Term loans have been applied for the purpose for which the loans were obtained;
- d) According to information and explanation given to us and on the basis of our examination of the record of the company we report that Funds raised on short term basis have been utilised for short term purposes only
- e) According to information and explanation given to us and on the basis of our examination of the record of the company has not taken any fund from any entity or person on account of or to meet the obligation of its associate companies,
- f) According to information and explanation given to us and on the basis of our examination of the record, the company has not raised loans during the year on the pledge of securities held in its associates company.
- x) a) The Company has not raised moneys 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) During the year, the Company has issued 13,32,000 equity shares on 15 March 2025 to Dev Arjuna Enterprises Pvt. Ltd. on a preferential allotment basis, as consideration (non-cash) for acquiring equity shares of Forgeco Limited (a joint venture) held by Dev Arjuna Enterprises Pvt. Ltd. The allotment was made under a share swap arrangement, and no cash consideration was involved.
- xi) a) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit;
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed 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) No whistle-blower complaints were received during the year by the Company.
- xii) In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Accordingly, clause 3(xii) of the Order is not applicable;
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements as required by the applicable Indian accounting standards;
- xiv) As per information, company is not required for internal audit system for the year under consideration hence reporting under clause 3(xiv) of the Order is not applicable.
- xv) During the year, the Company has allotted 13,32,000 equity shares on a non-cash basis by way of a share swap to Dev Arjun Enterprises Pvt. Ltd., a related party. The transaction has been carried out in compliance with the provisions of the Companies Act, 2013 and relevant rules thereunder.
- Based on the information and explanations provided to us, the said non-cash transaction has been properly recorded in the books of account and statutory registers maintained by the Company.
- xvi) In our opinion, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) of the Order is not applicable.
- xvii) The company does not have any Cash losses during the financial year covered

by our audit or the immediately preceding financial year

- xviii) There has been no resignation of the statutory auditors during the year and accordingly reporting under clause 3(xviii) of the order is not applicable.
- xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, no material uncertainty exists as on the date of the audit report. The company is capable of meeting its liabilities existing at the date of Standalone Balance Sheet as and when they fall due within a period of one year from the Standalone Balance Sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and future events or conditions that may cause the Company to cease to continue as a going concern. We neither give any guarantee nor any assurance that all the liabilities falling due within a period of one year from Standalone Balance Sheet date, will get discharged by the company as and when they fall due;
- xx) The company does not have any unspent amount as per section 135 of Companies Act

PLACE: LUDHIANA

DATED: 04.09.2025

UDIN: 25082988 B MINTT 4212

FOR VINAY & ASSOCIATES

Chartered Accountants

Firm Registration No-004462N

Peer Review Firm No -014620

VINAY KUMAR SRIVASTAV

Partner

Mem No. 082988

**Annexure B to the Independent Auditors' report on the Standalone Financial Statement of MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED) for the period ended 31 March, 2025**

**Report on the Internal Financial Controls with reference to the aforesaid Standalone financial statement under Clause (i) of Sub-section 3 of Section 143 of The Companies Act, 2013**

(Referred to in Paragraph 2(A) (i) under Report of other Legal and Regulatory Requirements section of our report of even date)

**OPINION**

We have audited the internal financial controls over financial reporting of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** ("the Company") as on 31 March 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

In our opinion, company has in all material aspect, adequate internal financial control with reference to financial statements and such internal financial controls were operating effectively as at 31 march, 2025, based on the internal financial control with reference to the financial statement criteria established by the company considering the essential component of internal control stated in guidance report on audit of internal financial controls over the financial reporting issued by the institute of Chartered Accountants of India ("the Guidance Note")

**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 ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds

and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

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

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

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

### **Meaning of Internal Financial Controls with reference to Financial Statements**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the

assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

PLACE: LUDHIANA

DATED: 04.09.2025

UDIN: 25082988BMINTT4212

FOR VINAY & ASSOCIATES

Chartered Accountants

Firm Registration No-004462N

Peer Review Firm No-014620

VINAY KUMAR SRIVASTAV

Partner

Mem No. 082988



**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**STANDALONE BALANCE SHEET**  
**CIN: L2910PE196PLC006990**

(Rs in Lakhs)

| Particulars  | Sem. No | As at 31st March 2025 | As at 31st March 2024 |
|--|---------|-----------------------|-----------------------|
| <b>ASSETS</b>  |         |                       |                       |
| <b>Non-Current Assets</b>  |         |                       |                       |
| Property, Plant and Equipment  | 2A      | 3,586.39              | 2,110.00              |
| Capital work-in-progress   | 2B      | -                     | 403.40                |
| Intangible Property  | 3       | 12.33                 | 12.33                 |
| Other Intangible Assets  | 4       | 10.34                 | 11.82                 |
| Right-of-use Assets  | 5       | 51.94                 | -                     |
| Financial Assets   |         |                       |                       |
| Investments  | 6       | 1,181.37              | -                     |
| Other Non-Current Assets   | 7       | 777.39                | 100.48                |
| <b>Total Non-Current Assets</b>  |         | <b>6,420.05</b>       | <b>2,734.06</b>       |
| <b>Current Assets</b>  |         |                       |                       |
| Financial Assets   | 8       | 6,025.55              | 4,798.94              |
| Financial Assets   |         |                       |                       |
| Trade Receivables  | 9       | 2,534.06              | 2,429.60              |
| Cash and Cash Equivalents  | 10      | 196.02                | 102.60                |
| Bank balances other than Cash and cash equivalents                         | 11      | 426.22                | 216.60                |
| Loans  | 12      | 286.95                | -                     |
| Other Current Assets   | 13      | 1,355.28              | 1,360.14              |
| <b>Total Current Assets</b>  |         | <b>10,725.77</b>      | <b>8,618.18</b>       |
| <b>Total Assets</b>  |         | <b>16,153.82</b>      | <b>11,352.16</b>      |
| <b>EQUITY AND LIABILITIES</b>  |         |                       |                       |
| <b>EQUITY</b>  |         |                       |                       |
| Equity Share Capital   | 14      | 1,771.29              | 963.64                |
| Other Equity   | 15      | 4,957.18              | 3,390.33              |
| <b>Total Equity</b>  |         | <b>6,748.47</b>       | <b>4,359.99</b>       |
| <b>LIABILITIES</b>   |         |                       |                       |
| <b>Non-Current Liabilities</b>   |         |                       |                       |
| Financial Liabilities  |         |                       |                       |
| Borrowings   | 16      | 1,143.27              | 566.79                |
| Lease Liabilities  | 17      | 53.70                 | -                     |
| Other Financial Liabilities  | 18      | -                     | 270.00                |
| Deferred Tax Liabilities (Net)   | 19      | 143.50                | 126.35                |
| <b>Total Non-Current Liabilities</b>                                       |         | <b>1,340.47</b>       | <b>966.14</b>         |
| <b>Current Liabilities</b>   |         |                       |                       |
| Financial Liabilities  |         |                       |                       |
| Borrowings   | 20      | 4,377.13              | 4,120.05              |
| Lease Liabilities  | 21      | 22.51                 | -                     |
| Trade Payables   | 22      | -                     | -                     |
| Total outstanding dues of micro and small enterprises                      |         | 200.21                | 22.46                 |
| Total outstanding dues of creditors other than micro and small enterprises |         | 1,353.65              | 1,207.59              |
| Other Financial Liabilities  | 23      | 1,365.80              | 524.79                |
| Other Current Liabilities  | 24      | 148.47                | 59.38                 |
| Current Tax Liabilities (Net)  | 25      | 195.04                | 62.73                 |
| <b>Total Current Liabilities</b>   |         | <b>8,078.78</b>       | <b>6,006.11</b>       |
| <b>Total Liabilities</b>   |         | <b>9,419.25</b>       | <b>6,992.25</b>       |
| <b>Total Equity and Liabilities</b>  |         | <b>16,153.82</b>      | <b>11,352.16</b>      |
| Material accounting policies and key accounting estimates and judgements   | 1       |                       |                       |
| The accompanying notes form an integral part of the financial statements   | 2       |                       |                       |

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.06462N  
 PRACTICE REVIEW FIRM NO.014620

VINAY KUMAR SRIVASTAV  
 PARTNER  
 M.NO / 08298H

Date: 04.09.2025  
 Place: Ludhiana  
 URIN



FOR AND ON BEHALF OF BOARD OF DIRECTORS  
 For MUNISH FORGE LIMITED  
 DAVINDER BHASIN

*Signature* DIRECTOR

MANAGING DIRECTOR  
 DIN: 0079026H

MANOJ KUMAR PANDAY

*Signature*  
 CHIEF FINANCIAL OFFICER

For MUNISH FORGE LIMITED  
 DIV ARJUN BHASIN

*Signature* DIRECTOR

DIRECTOR  
 DIN: 0762654

SUKHDEEP KANG

*Signature*  
 COMPANY SECRETARY  
 M. NO : A74339

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**STANDALONE STATEMENT OF PROFIT AND LOSS**  
**CIN-U28910PH1996PLC006950**

(Rs in Lakhs)

| Particulars  | Note No | As at 31st March 2025 | As at 31st March 2024 |
|--|---------|-----------------------|-----------------------|
| Revenue from Operations  | 26      | 17,544.00             | 15,988.71             |
| Other Income   | 27      | 360.62                | 152.01                |
| <b>Total Income (I)</b>  |         | <b>17,905.26</b>      | <b>16,140.72</b>      |
| Cost of Materials Consumed   | 28      | 12,704.00             | 13,041.07             |
| Purchase of Traded Goods   |         | -                     | -                     |
| Changes in inventories of finished goods and work-in-progress                                      | 29      | (1,357.11)            | (1,182.94)            |
| Employee Benefits Expense  | 30      | 1,306.36              | 936.84                |
| Finance Costs  | 31      | 502.97                | 409.09                |
| Depreciation and Amortisation Expense  | 2A & 4  | 328.35                | 281.45                |
| Other Expenses   | 32      | 2,344.89              | 2,023.08              |
| <b>Total Expenses (II)</b>   |         | <b>15,952.56</b>      | <b>15,492.07</b>      |
| <b>Profit Before Tax (I-II)</b>  |         | <b>1,952.50</b>       | <b>648.66</b>         |
| <b>Tax Expense</b>   |         |                       |                       |
| (1) Current Tax  |         | (495.28)              | (210.05)              |
| (2) Deferred Tax (asset/liability)   |         | (13.05)               | 60.59                 |
| (3) Current taxes relating to earlier years  |         | -                     | -                     |
| <b>Profit for the year</b>   |         | <b>1,444.17</b>       | <b>499.60</b>         |
| <b>Other Comprehensive Income (OCI)</b>  |         |                       |                       |
| Items that will not be reclassified to profit or loss  |         |                       |                       |
| - Fair value of Trade Receivables at fair value through OCI  |         | -                     | -                     |
| - Valuation of Gemmery   |         | 14.36                 | 17.91                 |
| - Remeasurement of Investment Securities   |         | -                     | -                     |
| - Gain/(Loss) on Investments designated through OCI  |         | (3.96)                | -                     |
| - Income tax expense / (benefit) related to items that will not be reclassified to Profit and loss |         | (7.61)                | (4.51)                |
| <b>Total Other comprehensive income (Net of Tax)</b>   |         | <b>6.79</b>           | <b>13.40</b>          |
| <b>Profit attributable to:</b>   |         |                       |                       |
| Owners   |         | 1,444.17              | 499.60                |
| Non-controlling interests  |         | -                     | -                     |
| <b>Other Comprehensive Income/ (Loss) attributable to:</b>   |         |                       |                       |
| Owners   |         | 6.79                  | 13.40                 |
| Non-controlling interests  |         | -                     | -                     |
| <b>Total Comprehensive Income attributable to:</b>   |         |                       |                       |
| Owners   |         | 1,450.96              | 513.00                |
| Non-controlling interests  |         | -                     | -                     |
| <b>Total Comprehensive Income for the Year</b>   |         | <b>1,450.96</b>       | <b>513.00</b>         |
| <b>Earnings per Equity Share of Rs.10 Each</b>   |         |                       |                       |
| Basic (in Rs.)   | 48      | 8.78                  | 3.04                  |
| Diluted (in Rs.)   | 48      | 8.78                  | 3.04                  |
| Material accounting policies and key accounting estimates  | 1       |                       |                       |
| The accompanying notes form an integral part of the financial statements                           | 2       |                       |                       |

As per our report of even date attached.

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.004462N  
 PEER REVIEW FIRM NO.014629

VINAY KUMAR SHY  
 PARTNER  
 M NO : 982988

Date: 04.09.2025  
 Place: Ludhiana  
 EDN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For MUNISH FORGE LIMITED  
 DAVINDER BILASIN

*Davinder Bilasin* DIRECTOR

MANAGING DIRECTOR  
 DIN 00780268

MANOJ KUMAR PANDEY

*Manoj Kumar Pandey*  
 CHIEF FINANCIAL OFFICER

For MUNISH FORGE LIMITED  
 DEV ARJUN BILASIN

*Dev Arjun Bilasin* DIRECTOR

DIRECTOR  
 DIN 97670554

SUKHDEEP KAUR

*Sukhdeep Kaur*  
 COMPANY SECRETARY  
 M. NO : 454339

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**STANDALONE STATEMENT OF CASH FLOW**  
**CIN: U28999PB1997PC00028**

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>A Cash flow from operating activities</b>  |                       |                       |
| Net profit before tax   | 4,082.50              | 448.65                |
| Adjustment to reconcile profit before tax to net cash flows                                 |                       |                       |
| Depreciation and Amortisation Expenses  | 138.17                | 261.43                |
| Other Non-Cash Items  | (236.97)              | -                     |
| Gain/Loss on Sale   | (9.11)                | (1.88)                |
| Interest Income   | (373.07)              | (11.66)               |
| Reversal/Increase of provision (gain)/loss  | 14.36                 | 17.91                 |
| Loss/Gain on Sale of PPE  | 0.50                  | (18.83)               |
| Interest Expenses   | 305.97                | 400.00                |
| <b>Operating profit before working capital changes</b>                                      | <b>1,251.87</b>       | <b>1,291.89</b>       |
| Adjustment for:   |                       |                       |
| Decrease/(Increase) in non-current assets   | (470.90)              | 0.74                  |
| Decrease/(Increase) in trade receivables  | (405.36)              | 72.66                 |
| Decrease/(Increase) in exchange rate gain/loss trade receivables                            | -                     | -                     |
| Decrease/(Increase) in other current assets   | (172.88)              | (21.99)               |
| Decrease/(Increase) in inventories  | (1,226.61)            | (1,229.60)            |
| (Decrease)/ Increase in trade payables  | 331.98                | 500.00                |
| (Decrease)/ Increase in Other financial liabilities   | 389.61                | 133.54                |
| (Decrease)/ Increase in other current liabilities   | 89.08                 | (200.00)              |
| <b>Cash generated from operations</b>   | <b>966.19</b>         | <b>519.20</b>         |
| Dividend received (net)   | (452.97)              | (138.94)              |
| <b>Net cash generated from operating activities</b>   | <b>513.22</b>         | <b>380.26</b>         |
| <b>B Cash Used in investing activities</b>  |                       |                       |
| Purchase of property, plant and equipment and Intangible assets, Capital Work in Progress   | (3,310.78)            | (391.93)              |
| Proceeds from sale of property, plant and equipment   | 0.50                  | 102.48                |
| Dividend Received   | 0.11                  | 1.89                  |
| Interest received   | 323.07                | 21.69                 |
| <b>Net Cash used in investing activities</b>  | <b>(2,987.09)</b>     | <b>(465.87)</b>       |
| <b>C Cash Used in financing activities</b>  |                       |                       |
| Repayment in Long Term Borrowings   | (294.87)              | (442.11)              |
| Receipt in Long Term Borrowings   | 261.86                | (581.13)              |
| Receipt/ (Repayment) in Short Term Borrowings   | 747.78                | 401.36                |
| Principal Payment of Lease Liabilities  | (21.38)               | -                     |
| Interest paid   | (305.97)              | (400.00)              |
| <b>Net Cash used in financing activities</b>  | <b>(79.58)</b>        | <b>(715.87)</b>       |
| <b>D Net Increase in cash and cash equivalent (A+B+C)</b>                                   | <b>302.83</b>         | <b>(801.27)</b>       |
| <b>Cash and Cash equivalents</b>  |                       |                       |
| At the beginning of the year  | 320.21                | 1,121.48              |
| Effect of exchange differences on restatement of foreign currency cash and cash equivalents | -                     | -                     |
| At the end of the year  | 623.04                | 320.21                |
| <b>Components of Cash and Cash Equivalents</b>  |                       |                       |
| Balance with Banks  | 181.96                | 70.81                 |
| Cheque/ draft in hand   | -                     | 46.18                 |
| Cash on Hand  | 1.92                  | 8.63                  |
| Others  | 1.08                  | -                     |
| Bank balances other than Cash and equivalents   | 438.08                | 310.00                |
| <b>Total</b>  | <b>623.04</b>         | <b>320.21</b>         |

Material accounting policies and key accounting estimates and judgements (Refer Note 1)

The accompanying notes form an integral part of the financial statements (Refer Notes 2)

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.004462N  
 PEER REVIEW FIRM NO.014628

VINAY KUMAR SHIVASTAV  
 PARTNER  
 M NO : 982988

Date: 04.09.2025  
 Place: Ludhiana  
 UDIN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For MUNISH FORGE LIMITED  
 DAVINDER BHASIN

*Davinder Bhasin*  
 DIRECTOR  
 MANAGING DIRECTOR  
 DIN 0070266

MANOJ KUMAR PANDEY

*Manoj Kumar Pandey*  
 CHIEF FINANCIAL OFFICER

For MUNISH FORGE LIMITED  
 DEV ARJUN BHASIN

*Dev Arjun Bhasin*  
 DIRECTOR  
 DIRECTOR  
 DIN 0767054

SUKHDEEP KAUR

*Sukhdeep Kaur*  
 COMPANY SECRETARY  
 M NO : 454039

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**STANDALONE STATEMENT OF CHANGES IN EQUITY**

(Rs. in Lakhs)

| <b>A. Equity Share Capital</b>            |                       |          |                       |
|---|-----------------------|----------|-----------------------|
| Particulars                               | As at 31st March 2025 |          | As at 31st March 2024 |
| Balance as at the beginning of the period |                       | 903.01   | 903.01                |
| Add: Shares issued during the year        |                       | 174.30   | -                     |
| Less: Bonus Shares issued during the year |                       | (674.55) | -                     |
| Balance as at the end of the year         |                       | 1,772.76 | 903.01                |

(Rs. in Lakhs)

| <b>B. Other Equity</b>     |                      |                 |                   |  |          |
|----------------------------|----------------------|-----------------|-------------------|--|----------|
| Particulars                | Dividend and Surplus |                 |                   | OCI                                      | Total    |
|                            | Share Premium        | General Reserve | Retained Earnings | Reassessment of net defined benefit plan |          |
| Balance as on 01.04.2023   | 1,401.04             | 1.57            | 1,470.24          | 10.47                                    | 2,883.32 |
| Profit for the year        | -                    | -               | 499.00            | -  | 499.00   |
| Other Comprehensive Income | -                    | -               | -                 | 11.00                                    | 11.00    |
| Total for the year         | 1,401.04             | 1.57            | 1,969.24          | 21.47                                    | 3,793.32 |
| Balance as on 31.03.2024   | 1,401.04             | 1.57            | 1,969.24          | 21.47                                    | 3,793.32 |
| Profit for the year        | -                    | -               | 1,444.17          | -  | 1,444.17 |
| Other Comprehensive Income | -                    | -               | -                 | -  | -        |
| Total for the year         | 1,401.04             | 1.57            | 3,413.41          | 21.47                                    | 4,847.49 |
| Issue of Bonus Shares      | -                    | -               | (674.55)          | -  | (674.55) |
| Allotment of new shares    | 1,052.28             | -               | -                 | -  | 1,052.28 |
| Other Comprehensive Income | -                    | -               | -                 | 6.79                                     | 6.79     |
| Adjustment                 | -                    | -               | (161.80)          | -  | (161.80) |
| Balance as on 31.03.2025   | 2,453.32             | 1.57            | 2,777.64          | 28.66                                    | 4,961.19 |

Material accounting policies and key accounting estimates and judgements (Refer Note 1)  
 The accompanying notes form an integral part of the financial statements (Refer Notes 2)

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.0044425  
 PEER REVIEW FIRM NO.014629

VINAY KUMAR SRIVASTAV  
 PARTNER  
 M. NO. : 002988

Date: 04.09.2025  
 Place: Ludhiana  
 UDIN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For **MUNISH FORGE LIMITED**

DAVINDER BHASIN

*Davinder Bhasin* DIRECTOR

MANAGING DIRECTOR  
 DIN 0078269

MANGI KUMAR PANDEY

*Mangi Kumar Pandey*  
 CHIEF FINANCIAL OFFICER

For **MUNISH FORGE LIMITED**

DEV ARJUN BHASIN

*Dev Arjun Bhasin* DIRECTOR

DIRECTOR  
 DIN 0078254

SUKHDEEP KAUR

*Sukhdeep Kaur*  
 COMPANY SECRETARY  
 M. NO. : 43419

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**1. CORPORATE INFORMATION**

a) **Munish Forge Limited** is a Public Company domiciled in India originally incorporated as "Gaisu Forge Private Limited" having Corporate Identification Number **U28910PB1986PLC006950**. Our Company was originally incorporated on July 25, 1986, as a Private Limited Company. Our registered office is **Village Gobindgarh, Adjoining Phase-VII, Focal Point, Ludhiana**. The Company is engaged in manufacture components like Flange, Scaffolding, Auto parts, tank tracks chains, bomb shells, fence post as per customer specifications and International Standard catering to the requirements of Indian Army and various industries such as Defence, Oil and Gas, Tractor, Automobile, Railways, Construction and Infrastructure.

b) The Company's manufacturing facilities are located at Fiscal Point, Ludhiana, Punjab.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1 BASIS OF PREPARATION:**

a) The Standalone Financial Statements of the Company have been prepared in accordance with and in compliance; in all material aspects, with Indian Accounting Standards (IND AS) notified under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules, as amended and other provisions of the act. The presentation of the Standalone Financial Statements is based on IND AS Schedule III of the Companies Act 2013. The Standalone Financial Statements have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair value at the end of each reporting period.

b) The Standalone Financial Statements are presented in Indian Rupees ('INR') and all values are rounded to nearest lakhs (INR 00,000), except when otherwise indicated.

c) Current and non-current classification :

All assets and liabilities have been classified as current or non-current based on the Company's normal operating cycle as per the criteria set out in the Schedule III to the Act. The company's operating cycle is considered to be period of twelve months.

**2.2 USE OF ESTIMATES**

The preparation of Standalone Financial Statements in conformity with Indian GAAP, which requires the management to make judgments, estimates and assumptions that affect the reported amount of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring the material adjustments to the carrying amount of assets or liabilities in future periods.

**2.3 Revenue recognition**

Revenue is recognised at fair value of the consideration received or receivable. The amount disclosed as revenue is inclusive of and net of returns, trade discounts, Goods & Service Tax related taxes and amount collected on behalf of third parties.

The company recognizes revenue when the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the entity.

i) Sale of goods

Revenue is recognized when there is reasonable assurance that significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be reliably estimated and there is no continuing effective control or managerial involvement with the goods and the amount of revenue can be measured reliably. Revenue is recognized in respect of export sales in similar manner.

ii) Export incentives

Revenue in respect of export incentives / benefits are accounted for on accrual basis post export sales.

iii) Interest

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**iv) Insurance Claim**

Claims with insurance companies are accounted on accrual basis to the extent, no significant uncertainty exists and these are measurable and ultimate collection is reasonably certain.

**v) Compensation Received**

Keeping in view the certainty factor about the payment to be received, company has decided to consider the same as income on receipt basis.

**v) Duty Drawback income is recognised on accrual basis post export sales.**

**vi) Commission income is recognised on accrual basis.**

**2.4 INVENTORIES**

**a) Basis of valuation:**

i) Inventories other than scrap materials are valued at lower of cost and net realizable value after providing cost of obsolescence, if any. The comparison of cost and net realizable value is made on an item-by-item basis.

ii) Inventory of scrap materials have been valued at net realizable value.

**b) Method of Valuation:**

i) Cost of raw materials has been determined by using First In First Out (FIFO) method comprising of all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.

ii) Stores and spares are valued at lower of historical cost or net realizable value. However materials & other items held for use in the production of inventories are not written below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

iii) Work in progress is valued at raw material cost plus conversion cost depending upon the stage of completion.

iv) Finished goods are valued at lower of historical cost or net realizable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. By products are valued at net realizable value.

v) Cost of traded goods has been determined by using First In First Out (FIFO) method and comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.

**2.5 FINANCIAL INSTRUMENTS**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

The Company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss)
- Those measured at amortised cost

**Initial recognition and measurement**

On initial recognition, all the financial assets and liabilities are recognized at their fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability except financial asset or financial liability measured at fair value through profit or loss account. Transaction costs of financial asset and liabilities carried at fair value through profit and loss are immediately recognized in the Statement of Profit or Loss.

**Subsequent Measurement (Non-Derivative Financial Instrument)**

**(A) Current versus Non-Current Classification**

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**An asset is treated as current when it is:**

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or Cash Equivalent unless restricted from being exchanged or used to settle liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

**A liability is treated as current when:**

- It is expected to be settled in normal operating cycle;
  - It is held primarily for the purpose of trading;
  - It is due to be settled within twelve months after the reporting period, or
  - There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- All other liabilities are classified as non-current.

Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified **twelve months** as its operating cycle.

**(B) Fair Value Measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

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 is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices in active markets for identical assets or liabilities that entity can access at measurement date;
- Level 2 inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

For assets and liabilities that are recognised in the Standalone Financial Statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (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.

**(C) Foreign Currency**

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**(i) Functional and Presentation Currency**

The Standalone Financial Statements of the Company are presented using Indian Rupee (Rs.), which is also our functional currency i.e. currency of the primary economic environment in which the company operates.

**(ii) Transactions and Balances**

Foreign currency transactions are translated into the respective functional currency using the exchange rates at the dates of the transactions. 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 year end exchange rates are recognized in profit or loss.

**2.6 Use of Estimates and Judgments**

In preparing the standalone Standalone Financial Statements, the Management has to make certain assumptions and estimates that may substantially impact the presentation of the Company's financial position and/ or results of operations.

The estimates and judgments used in the preparation of the standalone Standalone Financial Statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Although the Company regularly assesses these estimates, actual results may differ from these estimates. Changes in estimates are recorded in the periods in which they become known.

**2.7 Summary of Material accounting policies**

**(a) Property, Plant & Equipment**

**Measurement at recognition:**

An item of property, plant and equipment that qualifies as an asset is measured on initial recognition at cost. Following initial recognition, items of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses.

The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discounts and rebates are deducted in arriving at the purchase price. Cost includes cost of replacing a part of a plant and equipment if the recognition criteria are met. Expenses directly attributable to new manufacturing facility during its construction period are capitalized if the recognition criteria are met. Expenditure related to plans, designs and drawings of buildings or plant and machinery is capitalized under relevant heads of property, plant and equipment if the recognition criteria are met.

Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred.

**Capital work in progress and Capital advances:**

Cost of assets not ready for intended use, as on the balance sheet date, is shown as capital work in progress. Advances given towards acquisition of fixed assets outstanding at each balance sheet date are disclosed as Other Non-Current Assets.

**Transition to Ind AS**

On transition to Ind AS, the Company has elected to consider the carrying value of all its property, plant and equipment appearing in the Standalone Financial Statements prepared in accordance with Accounting Standards notified under Section 133 of the Act, read together with Rule 7 of the Companies (Accounts) Rules, 2014, and used the same as deemed cost in the Opening Ind AS Balance Sheet as at 1st April 2022.

**Depreciation and Amortisation**

Depreciation on each part of an item of property, plant and equipment is provided using the SLM Method based on the useful life of the assets as prescribed in Schedule II to the Act after reducing 5% salvage value. Property Plant and Equipment which have reached their useful life have been recorded at salvage value.

The Estimated useful lives of the assets are as follows:

| Asset Class          | Useful Life (in Years) |
|----------------------|------------------------|
| Building             | 30                     |
| Building (Tubewell)  | 5                      |
| Furniture & Fixtures | 10                     |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

|                                 |    |
|---------------------------------|----|
| Intangible Assets (Software)    | 0  |
| Machinery                       | 15 |
| Machinery (Electric Firing)     | 10 |
| Machinery (Computer)            | 3  |
| Motor Vehicles (Scooter, cycle) | 10 |
| Motor Vehicles                  | 8  |
| Office Equipment                | 5  |

The estimated useful life, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

**Derecognition:**

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

**ROU Asset**

At the date of commencement of the lease, the Company recognizes a Right-of-Use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. The ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

**(b) Investment property**

Properties held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs and borrowing costs capitalised for qualifying assets. Policies with respect to depreciation, useful life and derecognition are followed on the same basis as stated for PPE above.

**(c) Intangible Assets**

**Measurement at recognition:**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment loss, if any.

The Company had elected to consider the carrying value of all its intangible assets appearing in the Standalone Financial Statements prepared in accordance with Accounting Standards notified under the section 133 of the Act, read together with Rule 7 of the Companies (Accounts) Rules, 2014.

**Amortisation:**

Intangible Assets with finite lives are amortised on a written down value basis over the estimated useful economic life. The amortisation expense on intangible assets with finite lives is recognized in the Statement of Profit and Loss.

The amortisation period and the amortisation method for an intangible asset with finite useful life is reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate.

**Derecognition:**

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an intangible asset is measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset and is recognized in the Statement of Profit and Loss when the asset is derecognized.

**2.8 Impairment of assets**

**4. Financial Assets**

The company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss.

Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets expected credit losses are measured at an amount equal to the 12-month ECL unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in statement of profit or loss.

**b) Non-Financial Assets**

**Intangible assets and property, plant and equipment**

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for cash generating unit to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net off any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior year.

**2.9 Foreign exchange transactions/translation**

**a) Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**b) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost (denominated in a foreign currency) are reported using the exchange rate at the date of the transaction, and non-monetary items which are carried at fair value or other similar valuation (denominated in a foreign currency) are reported using the exchange rates that existed when the values were determined.

**c) Forward exchange contracts not intended for trading or speculation purposes**

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

**2.10 Employee benefits**

**i. Short Term Employee Benefits**

Short Term Employee Benefits are recognized as an expense on an undiscounted basis in the statement of Profit and loss of the year in which the related service is rendered.

**ii. Post Employee Benefits**

**i) Defined Contribution Plans**

**1) Provident Fund & ESI**

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

The company makes contribution to Statutory Provident Fund and Employee State Insurance in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance Act, 1948 which is a defined contribution plan and contribution paid or payable is recognized as an expense in the period in which services are rendered by the employee.

**b) Defined Benefit Plans**

**Gratuity**

The company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees of the company. The gratuity plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the company.

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements),
- net interest expense or income; and
- Remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item "Employee benefits expense". Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognised in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

**2.11 Taxes on income**

Income tax expense comprises current tax and deferred tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity or other comprehensive income, in which case, it is also recognized in equity or other comprehensive income respectively.

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred tax is recognized in respect of temporary differences arising between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes (including those arising from consolidation adjustments such as unrealized profit on inventory etc.). Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

**2.12 Borrowing cost**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

### **2.13 Provisions, contingent liabilities and contingent assets**

A provision is recognized when there is a present obligation as a result of a past event and 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 obligation. A contingent liability is recognized for:

- i. a present obligation that arises from past events but is not recognized as a provision because either the possibility that an outflow of resources embodying economic benefits will be required to settle the obligation is remote or a reliable estimate of the amount of the obligation cannot be made; and
- ii. a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company. Contingent assets are neither accounted for nor disclosed in the Standalone Financial Statements. 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 recognised as a finance cost.

### **2.14 Earnings per share**

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

### **2.15 Cash and cash equivalents**

Cash and cash equivalents comprises cash at bank and in hand.

### **2.16 Events after reporting date**

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the Standalone Financial Statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

### **2.17 Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet, if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

### **2.18 Use Of Critical Estimates, Judgments And Assumptions**

The preparation of the Company's Standalone Financial Statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

### **2.19 Recent Accounting Pronouncements**

The Ministry of Corporate Affairs (MCA), through the Companies (Indian Accounting Standards) Amendment Rules, 2025 and Companies (Indian Accounting Standards) Second Amendment Rules, 2025, has notified several amendments to Ind AS which will be applicable to the Company with effect from the financial year beginning **April 1, 2025**, unless otherwise stated. A summary of the key changes and their expected impact is provided below:

#### **1. Ind AS 21 – Effects of Changes in Foreign Exchange Rates**

The amendment clarifies the exchange rate to be used for foreign currency transactions involving advance payments or receipts. Specifically, the date of the transaction for determining the exchange rate is the date on which the advance payment or receipt is initially recognised (i.e., when the related non-monetary asset or liability is recorded). This means the foreign currency component of the advance is not subsequently retranslated until the related asset, expense, income, or liability is recognised. The Company is evaluating the potential impact of this amendment on its accounting policies and Standalone Financial Statements. Based on preliminary assessment, the amendment is not expected to have a material impact on the Company's financial position or performance.

The Company will apply the amendment **prospectively** for the financial year beginning 1st April 2025.

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**2. Ind AS 12 – Income Taxes (Pillar Two Global Minimum Tax)**

The amended standard becomes effective for accounting periods beginning on or after **April 1, 2025**.

The Company has assessed the applicability of these amendments and confirms that it is not part of a multinational group that meets the Standalone revenue threshold of €750 million (approximately ₹6,800 crore) in two of the four preceding financial years.

Accordingly, the Company expects that these amendments to Ind AS 12 will **not have any impact** on its financial position or performance for the foreseeable future. The Company will continue to monitor developments in applicable tax legislation and reassess its position in future reporting periods, if required.

**3. Editorial Amendments to Ind AS 10, 108, 109, and 115**

These amendments primarily relate to improvements in language, structure, and internal consistency with no impact on recognition, measurement, or disclosure principles. The Company does not expect any material impact from the adoption of these amendments, which will become effective from April 1, 2025.

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**2A Property, Plant and Equipment**

(Rs. in Lakhs)

| Particulars                                | Freehold Land | Buildings       | Plant & Equipment | Furniture & Fixtures | Vehicles      | Office Equipment | Computers     | Total           |
|--|---------------|-----------------|-------------------|----------------------|---------------|------------------|---------------|-----------------|
| <b>Gross Carrying Amount (Deemed Cost)</b> |               |                 |                   |                      |               |                  |               |                 |
| Balance as at 1st April, 2023              | 123.47        | 1,020.05        | 4,264.48          | 109.52               | 483.43        | 98.97            | 111.25        | 6,211.07        |
| Additions during the year                  | -             | -               | 82.25             | 0.41                 | -             | 12.11            | 3.71          | 98.48           |
| Disposals during the year                  | -             | -               | 104.85            | -                    | 27.00         | -                | -             | 126.85          |
| <b>Balance as at 31 March, 2024</b>        | <b>123.47</b> | <b>1,020.05</b> | <b>4,241.88</b>   | <b>109.93</b>        | <b>461.43</b> | <b>110.98</b>    | <b>114.96</b> | <b>6,182.70</b> |
| Additions during the year                  | -             | -               | 1,753.10          | 10.25                | -             | 24.72            | 6.51          | 1,794.38        |
| Disposals during the year                  | -             | -               | -                 | -                    | 25.99         | -                | -             | 25.99           |
| Right of use Asset (Building)              | -             | -               | -                 | -                    | -             | -                | -             | -               |
| <b>Balance as at 31st March, 2025</b>      | <b>123.47</b> | <b>1,020.05</b> | <b>5,994.97</b>   | <b>120.18</b>        | <b>435.44</b> | <b>135.70</b>    | <b>121.28</b> | <b>7,981.09</b> |
| <b>Accumulated Depreciation</b>            |               |                 |                   |                      |               |                  |               |                 |
| Balance as at 1st April, 2023              | -             | 415.34          | 2,973.61          | 81.37                | 211.38        | 78.40            | 100.36        | 3,860.46        |
| Depreciation expense for the year          | -             | 32.27           | 172.75            | 3.37                 | 44.95         | 5.44             | 3.61          | 262.39          |
| Eliminated on disposal of asset            | -             | -               | 29.30             | -                    | 20.90         | -                | -             | 50.20           |
| <b>Balance as at 31 March, 2024</b>        | <b>-</b>      | <b>447.61</b>   | <b>3,117.06</b>   | <b>84.74</b>         | <b>235.43</b> | <b>83.84</b>     | <b>103.97</b> | <b>4,072.65</b> |
| Depreciation expense for the year          | -             | 32.27           | 224.81            | 5.80                 | 42.45         | 6.75             | 4.68          | 316.77          |
| Eliminated on disposal of asset            | -             | -               | -                 | -                    | 24.69         | -                | -             | 24.69           |
| Right of use Asset (Building)              | -             | -               | -                 | -                    | -             | -                | -             | -               |
| <b>Balance as at 31st March, 2025</b>      | <b>-</b>      | <b>479.88</b>   | <b>3,341.87</b>   | <b>90.54</b>         | <b>253.19</b> | <b>90.59</b>     | <b>108.66</b> | <b>4,364.73</b> |
| <b>Net Carrying amount</b>                 |               |                 |                   |                      |               |                  |               |                 |
| Balance as at 31 March, 2024               | 123.47        | 572.44          | 1,124.82          | 25.19                | 226.00        | 27.14            | 10.99         | 2,110.00        |
| <b>Balance as at 31st March, 2025</b>      | <b>123.47</b> | <b>540.17</b>   | <b>2,653.10</b>   | <b>29.64</b>         | <b>182.25</b> | <b>45.12</b>     | <b>12.62</b>  | <b>3,586.39</b> |

**2A(i) Details of Title Deeds of immovable Property not held in the name of the Company:**

The Company does not have any Immovable Property whose title deeds are not held in the name of the Company.

## 2B Capital work-in-progress

(Rs. in Lakhs)

| Particulars                           | Buildings     | Plant & Machinery | Total         | Amount in CWIP for a Period of |           |           |                   | Total         |
|---------------------------------------|---------------|-------------------|---------------|--------------------------------|-----------|-----------|-------------------|---------------|
|                                       |               |                   |               | Less than 1 year               | 1-2 years | 2-3 Years | More than 3 years |               |
| <b>Balance as at 1st April, 2023</b>  | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Additions                             | 493.40        | -                 | 493.40        | 493.40                         | -         | -         | -                 | 493.40        |
| Deductions                            | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Adjustments during the period         | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Capitalisation                        | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| <b>Balance as at 31st March, 2024</b> | <b>493.40</b> | <b>-</b>          | <b>493.40</b> | <b>493.40</b>                  | <b>-</b>  | <b>-</b>  | <b>-</b>          | <b>493.40</b> |
| Additions                             | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Deductions                            | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Adjustments during the period         | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Capitalisation                        | 493.40        | -                 | 493.40        | 493.40                         | -         | -         | -                 | 493.40        |
| <b>Balance as at 31st March, 2025</b> | <b>-</b>      | <b>-</b>          | <b>-</b>      | <b>-0.00</b>                   | <b>-</b>  | <b>-</b>  | <b>-</b>          | <b>-0.00</b>  |

Note: No Project is temporarily suspended or has exceeded the budget.

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**3 Investment Property**

(Rs in Lakhs)

| Particulars                     | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------|-----------------------|-----------------------|
| <b>Gross Carrying Amount</b>    |                       |                       |
| Opening Balance as on 1st April | 12.35                 | 12.35                 |
| Additions during the year       | -                     | -                     |
| Disposals / Transfers           | -                     | -                     |
| Closing Balance                 | 12.35                 | 12.35                 |
|                                 |                       |                       |
| <b>Accumulated Depreciation</b> |                       |                       |
| Opening balance                 | -                     | -                     |
| Depreciation for the year       | -                     | -                     |
| Disposal / Adjustment           | -                     | -                     |
| Closing Balance                 | -                     | -                     |
|                                 |                       |                       |
| <b>Net Carrying Amount</b>      | <b>12.35</b>          | <b>12.35</b>          |

**4 Intangible Assets**

(Rs. in Lakhs)

| Particulars                                      | Software      | Total         |
|--|---------------|---------------|
| <b>Gross Carrying Amount</b>                     |               |               |
| Balance as at 1 <sup>st</sup> April, 2023        | 118.25        | 118.25        |
| Additions during the year                        | -             | -             |
| Deductions during the year                       | -             | -             |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>118.25</b> | <b>118.25</b> |
| Additions during the year                        | 9.80          | 9.80          |
| Deductions during the year                       | -             | -             |
| <b>Balance as at 31st March, 2024</b>            | <b>128.05</b> | <b>128.05</b> |

|  |               |               |
|--|---------------|---------------|
|  |               |               |
| <b>Accumulated amortization</b>                  |               |               |
| <b>Balance as at 1st April, 2023</b>             | <b>104.37</b> | <b>104.37</b> |
| Amortization expense for the year:               | 2.06          | <b>2.06</b>   |
| Deductions for the year                          | -             | -             |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>106.43</b> | <b>106.43</b> |
| Amortization expense for the year:               | 2.88          | <b>2.88</b>   |
| Deductions for the year                          | -             | -             |
| <b>Balance as at 31st March, 2024</b>            | <b>109.31</b> | <b>109.31</b> |
|  |               |               |
| <b>Net Carrying amount</b>                       |               |               |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>11.82</b>  | <b>11.82</b>  |
| <b>Balance as at 31st March, 2024</b>            | <b>18.74</b>  | <b>18.74</b>  |

Notes: The amortization expense of intangible assets has been included under 'Depreciation and amortization expense' in the Statement of Profit and Loss.

5 Right-of-use Assets\*

The changes in the carrying value of right-of-use assets for the year ended March 31, 2025 are as follows:

| Particulars   | Category of RoU Asset | Total         |
|---|-----------------------|---------------|
|   | Building              |               |
| <b>Balance as at April 1, 2023</b>                  | -                     | -             |
| Additions   | -                     | -             |
| Disposals   | -                     | -             |
| Cost as at 31 March 2024                            | -                     | -             |
| Accumulated amortisation as at 1 April 2023         | -                     | -             |
| Amortization charge for the year                    | -                     | -             |
| Reversal on Disposal of assets                      | -                     | -             |
| <b>Accumulated amortisation as at 31 March 2024</b> | -                     | -             |
| <b>Net Carrying Amount as at 31 March 2024</b>      | -                     | -             |
|   |                       | -             |
| <b>Balance as at April 1, 2024</b>                  | -                     | -             |
| Additions/Reclassification                          | 61.43                 | <b>61.43</b>  |
| Disposals   | -                     | -             |
| Cost as at 31 March 2025                            | 61.43                 | <b>61.43</b>  |
| Accumulated amortisation as at 1 April 2024         | -                     | -             |
| Amortization charge for the year                    | 21.58                 | <b>21.58</b>  |
| Reversal on Disposal of assets                      | -11.79                | <b>-11.79</b> |
| <b>Accumulated amortisation as at 31 March 2025</b> | 9.79                  | <b>9.79</b>   |
| <b>Net Carrying Amount as at 31 March 2025</b>      | 51.64                 | <b>51.64</b>  |

\*Refer Note 42

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**6 Non Current Investments\***

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Investment in Unquoted Investments (Fully paid up)<br>(At Amortised Cost) | -                     | -                     |
| Initial Investment (Share-Swap Consideration)                             | 1,183.48              |                       |
| Less: Foreign Exchange Translation Loss (OCI)                             | (3.96)                |                       |
| <b>Total</b>  | <b>1,181.52</b>       | <b>-</b>              |

\*Refer Note 54

**7 Other Non-Current Assets**

(Rs in Lakhs)

| Particulars                  | As at 31st March 2025 | As at 31st March 2024 |
|------------------------------|-----------------------|-----------------------|
| (Unsecured, considered Good) |                       |                       |
| Capital Advances             | 94.90                 | 5.02                  |
| Net Defined Benefit Asset*   | 14.00                 |                       |
| Preliminary Exps             | 7.66                  |                       |
| Security Deposits            | 460.43                | 101.47                |
| <b>Total</b>                 | <b>577.39</b>         | <b>106.48</b>         |

\*Refer Note 36

**8 Inventories**

(Rs in Lakhs)

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Raw Materials    | 145.46                | 575.16                |
| Work in Progress | 4,003.79              | 2,810.60              |
| Finished Goods   | 390.73                | 264.51                |
| Scrap            | 82.37                 | 74.83                 |
| Stock in Trade   | -                     | -                     |
| Spares & Spans   | 1,402.98              | 1,053.78              |
| <b>Total</b>     | <b>6,025.55</b>       | <b>4,798.94</b>       |

**9 Trade Receivables**

(Rs in Lakhs)

| Particulars                              | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Unsecured:</b>                        |                       |                       |
| Considered good                          | 2,560.57              | 2,129.60              |
| Considered doubtful                      | -                     | -                     |
| Exchange Rate Gain on Foreign Debtors    | -                     | -                     |
| Credit Impaired                          | -                     | -                     |
|  | <b>2,560.57</b>       | <b>2,129.60</b>       |
| Less: Allowance for Expected Credit Loss | 25.61                 | -                     |
| <b>Total</b>                             | <b>2,534.96</b>       | <b>2,129.60</b>       |

| Ageing schedule for Trade Receivables                 | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Uncdue  | -                     | -                     |
| Unbilled  | -                     | -                     |
| <b>Undisputed Trade Receivables - credit impaired</b> | <b>-</b>              | <b>-</b>              |
| <b>Undisputed Trade receivables - considered good</b> | <b>-</b>              | <b>-</b>              |
| Less than 6 months                                    | 2,457.07              | 2,053.23              |
| 6 mths - 1 yr   | 39.84                 | 10.06                 |
| 1-2 Years   | 7.30                  | 9.72                  |
| 2-3 Years   | 10.28                 | 15.73                 |
| More than 3 years                                     | 46.08                 | 40.86                 |
| <b>Total</b>  | <b>2,560.57</b>       | <b>2,129.60</b>       |

**10 Cash and Cash Equivalents**

(Rs in Lakhs)

| Particulars           | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------|-----------------------|-----------------------|
| Balance with Banks    | 184.80                | 50.81                 |
| Cheque, draft on hand | -                     | 46.16                 |
| Cash on Hand          | 7.97                  | 6.63                  |
| Others                | 3.98                  | -                     |

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|              |               |               |
|--------------|---------------|---------------|
| <b>Total</b> | <b>196.82</b> | <b>103.60</b> |
|--------------|---------------|---------------|

**11. Bank balances other than Cash and cash equivalents**

(Rs in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Balances with Banks</b>   |                       |                       |
| Term Deposits with Original maturity more than 3 months but less than equal to 12 months |                       |                       |
| SBI Margin Money   | 2.74                  | 2.57                  |
| Axis Bank Margin Money   | 207.50                | 214.04                |
| SIDBI FDR No. LHMFD13420   | 106.18                | -                     |
|  |                       |                       |
| <b>Total</b>   | <b>426.22</b>         | <b>216.60</b>         |

\*SIDBI FDR has been created as a security against loan and lender has placed a lien on such FDR

**12. Loan**

(Rs in Lakhs)

| Particulars                         | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------------|-----------------------|-----------------------|
| <b>(Unsecured, considered Good)</b> |                       |                       |
| Advance to related party            | 286.95                | -                     |
| <b>Total</b>                        | <b>286.95</b>         | <b>-</b>              |

| Particulars            | As at 31st March 2025 | As at 31st March 2024 |
|------------------------|-----------------------|-----------------------|
| Tridib Industries Ltd. | 286.95                | -                     |

**13. Other Current Assets**

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>(Unsecured, considered Good)</b>   |                       |                       |
| Balances with Government Authorities  | 803.69                | 800.86                |
| Advances to Suppliers   | 491.72                | 271.78                |
| Advances to Employees   | 34.33                 | -                     |
| Net Defined Benefit Asset*  | 25.38                 | 31.75                 |
| Other Current Assets (Advance to employees, Recoverables and Net Defined Benefit Asset) | 194.17                | 204.07                |
|   |                       |                       |
| <b>Total</b>  | <b>1,385.28</b>       | <b>1,369.35</b>       |

\*Refer Note-36

**16. Borrowings (Non-Current)**

(Rs in Lakhs)

| Particulars                                 | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Secured:</b>                             |                       |                       |
| From Bank                                   | 1,475.78              | 215.98                |
| From Others                                 | -                     | -                     |
|   |                       |                       |
| Less: Current liabilities of Long term Debt | (330.50)              | (129.19)              |
|   |                       |                       |
| <b>Total</b>                                | <b>1,143.27</b>       | <b>86.79</b>          |

**Note:**

**Details of Securities and Terms of repayment of Borrowings from Bank**

| Particulars  | Outstanding as on 31.03.2025 |
|--|------------------------------|
| 1) Secured Car Loan of from ICICI Bank Rs 31.90 Lakh payable in 84 monthly installments of Rs. 0.50 Lakhs with an interest rate of 8.5% p.a., secured by Hypothecation of Car.   | 1.98                         |
| 2) Secured Term Loan from SIDBI for the purpose of purchasing amounting to Rs 614.52 Lakhs, out of which Rs. 549.01 Lakhs has been disbursed up to 31.12.2024, and payable in 54 monthly installments of Rs. 11.37 Lakhs starting from January 2025 at an interest rate of 8.30% p.a., hypothecated with 2000 KW | 603.15                       |

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|  |                 |
|--|-----------------|
| 3) Secured Loan of Rs 100 Lakh from Indusind Bank for the purpose of business payable in 60 monthly installments of Rs 1.78 Lakh at an interest rate of 9.50% p.a., secured by Immovable property held in the  | 128.16          |
| 4) Secured Loan against Property from IDFC Bank of Rs 490 Lakh payable in 84 monthly installments of Rs 7.95 Lakh at an interest rate of 9.25% p.a., secured by hypothecation of Landhold Industrial Plot No. C-12B, Focal Point, Dhandari Kalam   | 380.56          |
| 5) Secured Car Loan from Axis Bank of Rs 145 Lakh payable in 48 monthly installments of Rs 3.58 Lakh at an interest rate of 8.55% p.a., secured by hypothecation of car  | 75.07           |
| 6) Secured Loan from Axis Bank of Rs 300 Lakh payable in 60 monthly installments of Rs 11.67 Lakh at an interest rate of 9.25% p.a., secured by hypothecation of Factory land and building located at VII Gobindgarh, Phase VII Focal Point, Ludhiana and Residential house of Director, Darvinder Kumar Bhatia located at XXXV, (154/B) 15/16, Plot No. 12,13,14 Bagharwala Enclave, Banawali Avenue, Ludhiana. | 283.94          |
| <b>Total</b>   | <b>1,473.78</b> |

**17 Lease Liabilities (Current)**

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Lease Liability* | 53.70                 | -                     |
| <b>Total</b>     | <b>53.70</b>          | <b>-</b>              |

\*Refer Note 42

**18 Other Financial Liabilities**

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Preference Share Capital (90000 shares of Rs. 100 each and securities premium of Rs. 180 Lakhs) | -                     | 270.00                |
| <b>Total</b>  | <b>-</b>              | <b>270.00</b>         |

**19 Deferred Tax Liabilities (Net)**

(Rs in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Deferred tax Liabilities / (Assets) in relation to:</b> |                       |                       |
| Depreciation Timing Differences                            | 142.07                | 122.57                |
| Provision for Expected Credit losses on Trade Receivables  | (6.44)                | -                     |
| Valuation of Gratuity                                      | 7.88                  | 6.78                  |
| <b>Total</b>   | <b>143.50</b>         | <b>129.35</b>         |

**20 Borrowings (Current)**

(Rs in Lakhs)

| Particulars                                | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| Current maturities of Long-term borrowings | 330.50                | 129.14                |
| Secured:                                   |                       |                       |
| From Bank                                  | 3,767.07              | 3,388.51              |
| Unsecured:                                 |                       |                       |
| From Bank                                  | -                     | -                     |
| From Directors                             | 307.94                | 261.34                |
| From Others                                | 471.31                | 352.31                |
| <b>Total</b>                               | <b>4,877.13</b>       | <b>4,129.35</b>       |

| Particulars   | As at 31st March 2025 |
|---|-----------------------|
| <b>Secured</b>  |                       |
| <b>From Banks</b>   |                       |
| a) From Axis Bank, bank credit limit of Rs. 1800 Lakhs, Letter of Credit Rs. 1,265 Lakhs, Bank Guarantee (B/G/BG) Rs. 600 Lakhs and LER-C Rs. 350 Lakhs |                       |
|   | 850.61                |
| Axis Bank PCFC USD A/C No. 917080059298555  | 1,332.71              |
| Axis Bank LC PAYABLE A/C  | 593.44                |

**MUNISH FORGE LIMITED**  
(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)

Notes to Standalone Financial Statements as on 31.03.2025

|  |          |
|--|----------|
| Axis Bank LTD - EPC A/C923080059904207   | 2,066.76 |
|  |          |
| ii) From Yes Bank Limit of Rs. 1300 Lakhs for C/C, Export Packing Credit, Working Capital and Post Shipment credit. Term Loan of Rs 45 Lakh sanctioned but not availed by the company. |          |
|  | 665.00   |
| Yes Bank PCTC IN USD   | 122.40   |
| Yes Bank PCTC IN INR   | 66.53    |
| Yes Bank -EPC A/C 919084600003756  | 26.68    |
| Yes Bank C/C 039984600003756   | 800.61   |
|  |          |
|  | 3,767.37 |
| <b>Total Secured Loan (Current)</b>  |          |
|  |          |
| <b>Unsecured</b>   |          |
| <b>From Directors</b>  | 63.13    |
| Dyvirinder Bhanin  | 168.22   |
| Dev Arjun Bhanin   | 231.35   |
|  |          |
| <b>From Related Parties</b>  | 76.54    |
| Minakshi Bhanin  | 176.74   |
| Munish Promoters & Developers Pvt Ltd  | 265.23   |
| Bhanin Infrastructure Developers Pvt Ltd   | 39.29    |
| Munish International Pvt. Ltd  | 547.91   |
|  |          |
|  | 779.26   |
| <b>Total Unsecured Loan (Current)</b>  |          |

**Notes:**

1. Unsecured Loan from Directors and Related Parties is repayable on demand.
2. Interest rate given to Related Parties is 9.60%
3. Interest rate given to Dyvirinder Bhanin is 18%
4. Loan from Dev Arjun Bhanin and Minakshi Bhanin is interest free.

**AXIS BANK LIMITED**

-Primary Security :- Charges over entire current assets of the company ( present as well as future)

- Collateral

Common for all facilities

Extension of charge on movable fixed assets of the company except vehicles.

Equitable mortgage of land & building measuring 96 kanal 14 marla having built up area of 167002 sq. feet. situated adjoining phase 7 focal point VIII.

Equitable mortgage of residential land & building measuring 1845 sq. yard and built-up area of 12601 sq. feet located at Biji D. Havelian, Barawal Awara Ludhiana in the name of Sh. Davinder Kumar Bhanin & Son Minakshi Bhanin.

Personal Guarantee:

-Sh. Davinder Kumar Bhanin

- Son Minakshi Bhanin

- Sh. Dev Arjun Bhanin

Corporate Guarantee:

- Munish Promoters & Developers Pvt Ltd

- Dev Arjun Promoters & Developers Pvt Ltd

**YES BANK LIMITED**

**Facilities:**

**Margins:**

Cash Credit

25% on stock & debtors (up to 90 days) post reducing creditors

Export Packing Credit

10 % of order value

Working Capital Demand Loan

25% on stock & debtors (up to 90 days) post reducing creditors

Post Shipment Credit

10 % of order value

**Security**

- Guarantee

Limit has been sanctioned with personal guarantee of directors

- Collateral

Axis Bank, Pan Pison with Axis bank on Factory land and building measuring 96 kanal 14 marla having built up area of 167002 Sq Ft situated at adjoining phase 7 focal point VIII Gobindgarh District Ludhiana in the Name of Munish Forge Pvt Ltd.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

Axis Bank, Puri Panna with axis bank of Residential Land and building measuring 1845 Sq yard and built up area of 17601 located at Raghunath Eucalye Haratal Axcuna in the Name of Minakshi Bhunia and Divinder Kumar Bhunia

Puri Panna (in current assets) with Axis bank

**21. Lease Liabilities**

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Lease Liability* | 22.51                 | -                     |
| <b>Total</b>     | <b>22.51</b>          | <b>-</b>              |

\*Refer Note 42

**22. Trade Payables**

(Rs in Lakhs)

| Particulars                 | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------------|-----------------------|-----------------------|
| (a) Dues to MSME            | 208.21                | 22.46                 |
| (b) Dues to Other than MSME | 1,353.63              | 1,207.39              |
| <b>Total</b>                | <b>1,561.83</b>       | <b>1,229.85</b>       |

Disclosure relating to suppliers registered under MSME Act based on the information available with the Company:

Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises (MSME). On the basis of the information and records available with the management, there are no outstanding dues to the Micro and Small enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 except as set out in the following disclosures.

The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the financial statement as at 31.03.2025 and 31.03.2024 based on the information received and available with the Company.

| Ageing schedule for MSME Creditors | As at 31st March 2025 | As at 31st March 2024 |
|------------------------------------|-----------------------|-----------------------|
| Disputed Dues                      | -                     | -                     |
| Others Undisputed Dues             | -                     | -                     |
| Not due                            | -                     | -                     |
| Less than 1 year                   | 208.21                | 22.46                 |
| 1-2 Years                          | -                     | -                     |
| 2-3 Years                          | -                     | -                     |
| More than 3 years                  | -                     | -                     |
| <b>Total</b>                       | <b>208.21</b>         | <b>22.46</b>          |

| Ageing schedule for other than MSME Creditors | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Disputed Dues                                 | -                     | -                     |
| Others Undisputed Dues                        | -                     | -                     |
| Not due                                       | -                     | -                     |
| Less than 1 year                              | 1,349.76              | 1,201.68              |
| 1-2 Years                                     | 0.75                  | 0.81                  |
| 2-3 Years                                     | -                     | 1.72                  |
| More than 3 years                             | 3.11                  | 3.69                  |
| <b>Total</b>                                  | <b>1,353.63</b>       | <b>1,207.40</b>       |

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| The principal amount remaining unpaid to supplier as at the end of the year  | 208.21                | 22.46                 |
| The interest due thereon remaining unpaid to supplier as at the end of the year  | -                     | -                     |
| 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 this Act. | -                     | -                     |
| The amount of interest accrued during the year and remaining unpaid at the end of the year   | -                     | -                     |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**

Notes to Standalone Financial Statements as on 31.03.2025

|  |        |       |
|--|--------|-------|
|  | 208.21 | 22.46 |
|--|--------|-------|

Note:

Trade payables are unsecured and are usually paid within 30 to 45 days.

Trade payable are non interest bearing.

**23 Other Financial Liabilities**

(Rs in Lakhs)

| Particulars                    | As at 31st March 2025 | As at 31st March 2024 |
|--------------------------------|-----------------------|-----------------------|
| Payable to Employees           | 165.50                | 152.55                |
| Interest Payable               | 7.05                  | 2.73                  |
| Payable towards other expenses | 885.25                | 262.40                |
| Statutory Liabilities          | 906.11                | 107.09                |
|                                |                       |                       |
| <b>Total</b>                   | <b>1,363.91</b>       | <b>524.77</b>         |

**24 Other Current Liabilities**

(Rs in Lakhs)

| Particulars            | As at 31st March 2025 | As at 31st March 2024 |
|------------------------|-----------------------|-----------------------|
| <b>Other Advances</b>  |                       |                       |
| Advance from Customers | 148.47                | 39.38                 |
|                        |                       |                       |
| <b>Total</b>           | <b>148.47</b>         | <b>39.38</b>          |

**25 Current Tax Liabilities (Net)**

(Rs in Lakhs)

| Particulars                                     | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Provision for Income tax (Net of Advance Taxes) | 105.04                | 62.73                 |
|   |                       |                       |
| <b>Total</b>                                    | <b>105.04</b>         | <b>62.73</b>          |

**MUNDRA PORT LIMITED**  
**FORMERLY KNOWN AS MUNDRA PORT PRIVATE LIMITED**  
 Notes to Standalone Financial Statements as on 31.03.2024

**14 Equity Shares Capital**

| Particulars  | As at 31st March 2023 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Authorised:</b>   |                       |                       |
| 1,00,00,000 (10 Crores) Equity Shares of Rs. 10 (Ten) each                         | 1,00,00,000           | 1,00,00,000           |
| 10,00,000 (10 Lakhs) Redeemable Cumulative Preference Shares of Rs. 10 (Ten) each  | 10,00,000             | 10,00,000             |
|  | <b>1,10,00,000</b>    | <b>1,10,00,000</b>    |
| <b>Issued, Subscribed and Paid-up:</b>   |                       |                       |
| 1,17,55,12,000 (11,755.12 Crores) Equity Shares of Rs. 10 (Ten) each Fully Paid-up | 1,17,55,12,000        | 90,73,88,000          |
| 10,00,000 (10 Lakhs) Shares of Rs. 10 (Ten) each                                   | 10,00,000             | 10,00,000             |
| 10,00,000 (10 Lakhs) Redeemable Cumulative Preference Shares of Rs. 10 (Ten) each  | 10,00,000             | 10,00,000             |
|  | <b>1,27,55,12,000</b> | <b>1,00,73,88,000</b> |

**a) Breakdown of number of shares**

| Equity Shares<br>Particulars                    | As at 31st March 2023 |                  | As at 31st March 2024 |                  |
|---|-----------------------|------------------|-----------------------|------------------|
|   | Number                | (Rs.)            | Number                | (Rs.)            |
| Shares outstanding at the beginning of the year | 10,00,000             | 10,00,000        | 10,00,000             | 10,00,000        |
| Shares issued during the year                   | 13,17,000             | 13,17,000        | -                     | -                |
| Shares bought back during the year              | -                     | -                | -                     | -                |
| Loss of Rights Shares                           | 1,13,000              | 1,13,000         | -                     | -                |
| Shares outstanding at the end of the year       | <b>13,04,000</b>      | <b>13,04,000</b> | <b>10,00,000</b>      | <b>10,00,000</b> |

**b) Details of shareholders holding more than 5% of shares:**

| Name of Shareholders   | As at 31st March 2023 |                    | As at 31st March 2024 |                    |
|--|-----------------------|--------------------|-----------------------|--------------------|
|  | % of Holding          | No. of Shares held | % of Holding          | No. of Shares held |
| Equity Shares including Shares of Rs. 10 (Ten) each held by: |                       |                    |                       |                    |
| 1 Divanada Bhawan  | 66.42%                | 1,26,88,000        | 78.88%                | 1,26,88,000        |
| 2 Atmakata Bhawan  | 5.72%                 | 8,52,000           | 6.48%                 | 6,24,000           |
| 3 Dev Arjuna Bhawan  | 3.98%                 | 5,97,000           | 5.02%                 | 5,00,000           |
| 4 Dev Arjuna Enterprises Pvt Ltd                             | 2.82%                 | 4,23,000           | 3.00%                 | 4,00,000           |
| 5 Shree Praramita & Developers Pvt Ltd                       | 11.20%                | 16,83,000          | 15.11%                | 1,00,000           |

**c) Details of Preference shareholders holding more than 5% of shares:**

| Name of Shareholders                            | As at 31st March 2023 |                    | As at 31st March 2024 |                    |
|---|-----------------------|--------------------|-----------------------|--------------------|
|   | % of Holding          | No. of Shares held | % of Holding          | No. of Shares held |
| Preference Shares of Rs. 10 (Ten) each held by: |                       |                    |                       |                    |
| 1 Divanada Bhawan                               | -                     | -                  | 100.00%               | 10,00,000          |

As per the records of the Company, including its registers of Shareholders/Member and other regulations issued to Shareholders regarding beneficial interest, the above shareholding information both equal and correct as on the date of filing of the financial statements.

**d) Details of shareholding of promoters:**

| Name of Shareholders                        | As at 31st March 2023 |                    |                     | As at 31st March 2024 |                    |                     |
|---|-----------------------|--------------------|---------------------|-----------------------|--------------------|---------------------|
|   | % of Holding          | No. of Shares held | % Change in Holding | % of Holding          | No. of Shares held | % Change in Holding |
| Equity Shares of Rs. 10 (Ten) each held by: |                       |                    |                     |                       |                    |                     |
| 1 Divanada Bhawan                           | 66.62%                | 1,26,88,000        | -0.88%              | 78.88%                | 1,26,88,000        | -                   |
| 2 Atmakata Bhawan                           | 5.72%                 | 8,52,000           | -1.20%              | 6.48%                 | 6,24,000           | -                   |
| 3 Dev Arjuna Bhawan                         | 3.98%                 | 5,97,000           | -0.18%              | 5.02%                 | 5,00,000           | -                   |
| 4 Dev Arjuna Enterprises Pvt Ltd            | 2.82%                 | 4,23,000           | -2.37%              | 3.00%                 | 4,00,000           | -                   |
| 5 Shree Praramita & Developers Pvt Ltd      | 11.20%                | 16,83,000          | -0.65%              | 15.11%                | 1,00,000           | -                   |

**e) Rights, preferences and restrictions:**

The Company has only one class of equity shares having a par value of Rs. 10 (Ten) Shares. Each individual equity share is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential claims. The distribution will be in proportion to the no. of equity shares held by shareholders.

15 Redeemable Shares have been issued on 05.09.2024 vide resolution no. 3 dated 05.09.2024 to each shareholder in the ratio of 1:15 i.e. 1 Redeemable Share for every 15 equity shares held.

16 No class of shares have been bought back by the Company during the period of 12 months immediately preceding the current year end.

**15 Other Equity**

| Particulars                | Business and Surplus |                 |                   |       | Total    |
|----------------------------|----------------------|-----------------|-------------------|-------|----------|
|                            | Share Premium        | General Reserve | Retained Earnings | OCI   |          |
| Balance as on 01.04.2023   | 1,401.38             | 1.87            | 1,476.24          | 16.87 | 2,896.36 |
| Profit for the year        | -                    | -               | 499.96            | -     | 499.96   |
| Other Comprehensive Income | -                    | -               | -                 | 12.46 | 12.46    |
| Income Tax credit          | -                    | -               | -                 | -     | -        |
| Balance as on 31.03.2024   | 1,401.38             | 1.87            | 1,976.20          | 12.87 | 3,392.32 |
| Profit for the year        | -                    | -               | 1,484.17          | -     | 1,484.17 |
| Other Comprehensive Income | -                    | -               | -                 | -     | -        |
| Loss for the year          | 1,401.38             | 1.87            | 1,414.01          | 12.87 | 2,830.13 |
| Transfer from Reserves     | -                    | -               | 1,674.35          | -     | 1,674.35 |
| Adjustment of prior period | 1,051.28             | -               | -                 | -     | 1,051.28 |
| Adjustment                 | -                    | -               | -                 | 6.75  | 6.75     |
| Adjustment                 | -                    | -               | 1,061.82          | -     | 1,061.82 |
| Balance as on 31.03.2024   | 1,451.77             | 1.87            | 2,477.94          | 19.62 | 4,051.20 |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
Notes to Standalone Financial Statements as on 31.03.2025

**26 Revenue from Operations**

(Rs in Lakhs)

| Particulars             | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------|-----------------------|-----------------------|
| Sales of Products       | 17,102.91             | 15,629.96             |
| Other operating revenue | 441.68                | 358.75                |
| <b>Total</b>            | <b>17,544.60</b>      | <b>15,988.71</b>      |

**27 Other Income**

(Rs in Lakhs)

| Particulars                | As at 31st March 2025 | As at 31st March 2024 |
|----------------------------|-----------------------|-----------------------|
| Interest Income            | 233.07                | 23.68                 |
| Other Non operating income | 57.59                 | 130.33                |
| <b>Total</b>               | <b>290.66</b>         | <b>154.01</b>         |

**28 Cost of Materials Consumed**

(Rs in Lakhs)

| Particulars                | As at 31st March 2025 | As at 31st March 2024 |
|----------------------------|-----------------------|-----------------------|
| Opening Stock              | 575.16                | 382.75                |
| Add: Purchases             | 8,930.18              | 10,527.50             |
| Add: Direct Expenses       | 3,404.80              | 2,705.98              |
| - Manufacturing Expenses   | 349.06                | 326.07                |
| - Freight Cartage & Octroi | 26.79                 | 25.52                 |
| - Electricity Consumed     | 1,215.23              | 973.16                |
| - Stores Consumed          | 810.47                | 523.07                |
| - Planting Expenses        | 180.26                | 144.84                |
| - Wages                    | 823.00                | 713.33                |
| Less: Closing stock        | 143.46                | 575.16                |
| <b>TOTAL</b>               | <b>12,764.69</b>      | <b>13,041.07</b>      |

**29 Changes in inventories of finished goods and work-in-progress**

(Rs in Lakhs)

| Particulars                                     | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Inventories at the beginning of the year</b> |                       |                       |
| Finished Goods                                  | 284.51                | 328.16                |
| Other Material                                  | 2,885.49              | 1,658.85              |
| - Scrap   | 74.85                 | 19.75                 |
| - Work in Progress                              | 2,810.64              | 1,639.11              |
| (a)   | <b>3,170.00</b>       | <b>1,987.02</b>       |
| <b>Inventories at the end of the year</b>       |                       |                       |
| Finished goods                                  | 390.75                | 284.51                |
| Other Material                                  | 4,086.36              | 2,885.49              |
| - Scrap   | 82.57                 | 74.85                 |
| - Work in Progress                              | 4,003.79              | 2,810.64              |
| (b)   | <b>4,477.11</b>       | <b>3,170.00</b>       |
| <b>Net (Increase)/Decrease in Inventories</b>   | <b>(1,307.11)</b>     | <b>(1,182.98)</b>     |

**30 Employer Benefits Expense**

(Rs in Lakhs)

| Particulars                               | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Salaries and benefits                     | 1,113.48              | 781.74                |
| Director Remuneration                     | 30.66                 | 30.82                 |
| Contribution to provident and other funds | 129.53                | 95.65                 |

**MUNISH FORGE LIMITED**  
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**Notes to Standalone Financial Statements as on 31.03.2025**

|                        |                 |               |
|------------------------|-----------------|---------------|
| Staff welfare expenses | 32.68           | 28.63         |
| <b>Total</b>           | <b>1,306.36</b> | <b>936.84</b> |

**31 Finance Costs**

(Rs in Lakhs)

| Particulars                          | As at 31st March 2025 | As at 31st March 2024 |
|--------------------------------------|-----------------------|-----------------------|
| Interest Expenses                    | 414.60                | 346.05                |
| Other Borrowing Costs (Bank Charges) | 61.38                 | 63.64                 |
| <b>Total</b>                         | <b>505.97</b>         | <b>409.69</b>         |

**2A & 4 Depreciation and Amortisation Expense**

(Rs in Lakhs)

| Particulars                                   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Depreciation on Property, Plant and Equipment | 316.77                | 264.45                |
| Right of use Assets- Building on Lease        | 21.58                 | -                     |
| <b>Total</b>                                  | <b>338.35</b>         | <b>264.45</b>         |

**32 Other Expenses**

(Rs in Lakhs)

| Particulars                         | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------------|-----------------------|-----------------------|
| Auditors Remuneration               | 3.38                  | 2.98                  |
| Cartage & Freight Overseas          | 648.57                | 469.94                |
| Custom Duty                         | 585.96                | 460.65                |
| Handling Charges                    | 299.03                | 298.52                |
| Allowances for expected credit loss | 25.61                 | -                     |
| Packing & Forwarding                | 221.67                | 253.31                |
| Repairs & Maintenance               | 144.34                | 140.27                |
| Misc Expenses                       | 413.94                | 397.33                |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
Notes to Standalone Financial Statements as on 31.03.2025

|              |                 |                 |
|--------------|-----------------|-----------------|
|              |                 |                 |
| <b>Total</b> | <b>2,344.49</b> | <b>2,023.00</b> |

|          | <b>Corporate Social Responsibility Expenses*</b>                          | <b>As at 31st March 2025</b> | <b>As at 31st March 2024</b> |
|----------|---|------------------------------|------------------------------|
| <b>A</b> | Gross Amount Required to be spent by the Company :                        | <b>7.57</b>                  | -                            |
| <b>B</b> | Amount spent during the year / period on:                                 |                              |                              |
|          | <b>i</b> Construction / Acquisition of an assets.                         | -                            | -                            |
|          | <b>ii</b> Purpose other than above  | <b>9.50</b>                  | -                            |
| <b>C</b> | Shortfall at the end of year :  | -                            | -                            |
| <b>D</b> | Total of Previous year shortfall  | -                            | -                            |
| <b>E</b> | Reason for Shortfall  | -                            | -                            |
| <b>F</b> | Particulars   |                              |                              |
|          | Related party transactions in relation to Corporate Social Responsibility | -                            | -                            |
| <b>G</b> | Provision movement during the year/ Period                                |                              |                              |
|          | Opening provision   | -                            | -                            |
|          | Addition during the year / Period   | -                            | -                            |
|          | Utilised during the year /Period  | -                            | -                            |
|          | Closing provision   | -                            | -                            |

\* Refer Note 37

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**33. COMMITMENTS AND CONTINGENCIES:**

**A. Contingent liabilities (to the extent not provided for)**

| Particulars                               | (Rs in Lakhs)         |                       |
|---|-----------------------|-----------------------|
|   | As at 31st March 2025 | As at 31st March 2024 |
| Bank Guarantee                            | 198.90                | 194.18                |
| Income Tax (Outstanding Demand)           | -                     | 0.77                  |
| Indirect Tax (GST) Demand                 | 99.94                 | 99.94                 |
| Direct Tax (TDS)                          | -                     | 0.15                  |
| Litigation-Punjab State Power Corporation | 40.88                 | 40.88                 |

**B. Corporate guarantee :**

a) Corporate Guarantee has been given to India Infoline Ltd against loan taken by Munish Promoters & Developers Pvt. Ltd, which is not subsidiary and outstanding balance of Rs. 1.80 Lacs and JHL Home Finance Ltd of Rs. 11.31 Lacs as on 31.03.2025. The management believes that the likelihood of default is remote, and therefore, no material obligation is expected to arise. Accordingly, no provision or adjustment has been made in the books in this regard.

b) Other money for which the company is contingently liable: N/A

**C. Commitments**

- Estimated amount of contracts remaining to be executed on capital account & not provided for: N/A
- Uncalled Liability on shares & other investments partly paid: N/A
- Other commitments (Specified Nature)

| Nature           | (Rs in Lakhs)         |                       |
|------------------|-----------------------|-----------------------|
|                  | As at 31st March 2025 | As at 31st March 2024 |
| Letter of Credit | 1,352.71              | 1,151.22              |
| <b>Total</b>     | <b>1,352.71</b>       | <b>1,151.22</b>       |

**D. Undrawn Committed borrowing facility:**

The Company has availed working capital limits amounting to Rs 1800 lacs on 31.03.2025 (March 31, 2024 Rs 1800 Lacs) from Axis Bank and Rs. 1500 Lacs from Yes Bank as on 31.03.2025 (March 31, 2024 Rs 1500 Lacs).

An amount of Nil (March 31, 2024 Nil) remain undrawn from Axis Bank and Rs. 26.68 Lakhs from Yes Bank (March 31, 2024 Rs 94.15 Lakhs)

**34. Operating Reporting**

The Company primarily operates in the segment of manufacturing components like Flange, Scaffolding, Auto parts, tank tracks chains, bomb shells, fence post. The Managing Director of the Company allocate resources and assess the performance of the Company, thus are the Chief Operating Decision Maker (CODM). The CODM monitor the operating results of the business as a one, hence no separate segment need to be disclosed.

All non-current assets are located in the company's country of domicile.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**  
*(All amount in Rs. Lakhs unless otherwise stated)*

**35 Related party disclosures as per Ind AS 24**

**1 Related parties with whom transactions have taken place during the period and its relationship:**

| Name of the related parties                          | Designation / Relationship                |
|--|---|
| Davinder Kumar Bhasin                                | Managing Director                         |
| Vishal Anand   | Director                                  |
| Dev Arjun Bhasin                                     | Director                                  |
| Manoj Kumar Pandey                                   | Chief Financial Officer w.e.f. 01.10.2024 |
| Sukhdeep Kamr  | Company Secretary w.e.f.13.10.2023        |
| Rajni  | Company Secretary (01.11.2021-12.10.2023) |
| Gaiaa Bhasin   | Relative of Key Managerial Personnel      |
| Meevakshi Bhasin                                     | Relative of Key Managerial Personnel      |
| Vishesh Mehra  | Relative of Key Managerial Personnel      |
| Seema Mehra  | Relative of Key Managerial Personnel      |
| Bhasin and Company                                   | Director has a significant influence      |
| Bhasin Infrastructure and Developers Pvt Ltd         | Director has a significant influence      |
| DABS Collection LLP                                  | Director has a significant influence      |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | Director has a significant influence      |
| Dev Arjuna Enterprises Pvt. Ltd                      | Director has a significant influence      |
| Dev Arjuna Intertrade Pvt. Ltd                       | Director has a significant influence      |
| Eurotopz India Pvt Ltd                               | Director has a significant influence      |
| Forgeco Limited UK                                   | Director has a significant influence      |
| Munish International Pvt. Ltd                        | Director has a significant influence      |
| Munish Promoter and Developers Pvt Ltd               | Director has a significant influence      |
| Rajgadhi Kwaliti Estate Promoters Pvt. Ltd           | Director has a significant influence      |
| Satya Narayan Investment and Trading Company Pvt Ltd | Director has a significant influence      |
| Sh. Ram Lal Bhasin Charitable Trust                  | Director has a significant influence      |
| Triabh Industries Ltd                                | Director has a significant influence      |

**2 Transactions during the period**

(Rs in Lakhs)

| Nature of Transactions during the year               | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Director Remuneration</b>                         |                       |                       |
| Dev Arjun Bhasin                                     | 15.00                 | 15.00                 |
| Vishal Anand   | 15.66                 | 15.82                 |
|  |                       |                       |
| <b>Salary</b>  |                       |                       |
| Gaiaa Bhasin   | 3.01                  | 3.01                  |
| Rajni (Company Secretary 01.11.2021-12.10.2023)      | -                     | 1.43                  |
| Seema Mehra  | -                     | 4.32                  |
| Sukhdeep Kamr (Company Secretary w.e.f. 13.10.2023)  | 3.00                  | 1.36                  |
| Vishesh Mehra  | 10.17                 | 10.32                 |
|  |                       |                       |
| <b>Rent Expenses</b>                                 |                       |                       |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | 32.85                 |                       |
| Meevakshi Bhasin                                     | 13.65                 | 12.00                 |
|  |                       |                       |
| <b>Rent Income</b>                                   |                       |                       |
| Bhasin Infrastructure and Developers Pvt Ltd         | 0.01                  | -                     |
| DABS Collection LLP                                  | 0.01                  | -                     |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | 0.01                  | -                     |
| Dev Arjuna Enterprises Pvt. Ltd                      | 0.01                  | -                     |
| Dev Arjuna Intertrade Pvt. Ltd                       | 0.01                  | -                     |
| Eurotopz India Pvt Ltd                               | 0.01                  | -                     |
| Munish International Pvt. Ltd                        | 0.01                  | -                     |
| Munish Promoter and Developers Pvt Ltd               | 0.01                  | -                     |
| Rajgadhi Kwaliti Estate Promoters Pvt. Ltd           | 0.01                  | -                     |
| Satya Narayan Investment and Trading Company Pvt Ltd | 0.01                  | -                     |
| Sh. Ram Lal Bhasin Charitable Trust                  | 0.01                  | -                     |
|  |                       |                       |
| <b>Purchase of Goods</b>                             |                       |                       |

|   |          |          |
|---|----------|----------|
| Dev Arjuna Cast & Forge Pvt. Ltd              | 734.17   | 2,806.83 |
| Dev Arjuna Enterprises Pvt. Ltd               |          | 5.04     |
|   |          |          |
| <b>Purchase of Capital Assets</b>             |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 493.40   |
|   |          |          |
| <b>Job Work</b>                               |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 27.73    |
|   |          |          |
| <b>Rental Income</b>                          |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 1.80     |
|   |          |          |
| <b>Sales</b>                                  |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              | 797.64   | 2,688.91 |
| Forgeco Limited                               | 1,579.71 | 1,524.04 |
| Munish International Pvt. Ltd                 |          | 1,238.75 |
|   |          |          |
| <b>Trade Advances given</b>                   |          |          |
| Bhasin Industries                             | 25.00    | 18.38    |
| Dev Arjuna Enterprises Pvt. Ltd               | 0.72     |          |
|   |          |          |
| <b>Trade Advances returned</b>                |          |          |
| Bhasin Industries                             | 25.00    | 18.38    |
| Dev Arjuna Enterprises Pvt. Ltd               | 23.94    |          |
|   |          |          |
| <b>Business supervision expenses</b>          |          |          |
| Secma Mehra                                   | 14.77    | 7.05     |
|   |          |          |
| <b>Reimbursement</b>                          |          |          |
| Dev Arjun Bhasin                              |          | 21.97    |
| Munish Promoter and Developers Pvt Ltd        |          | 12.44    |
| Vishal Anand                                  | 25.06    | 18.96    |
| Vishesh Mehra                                 | 5.03     | 7.66     |
| Secma Mehra                                   | 2.37     | 2.70     |
|   |          |          |
| <b>Loans and advances Given</b>               |          |          |
| Vishesh Mehra                                 | 20.00    | 26.00    |
|   |          |          |
| <b>Loans and advances received back</b>       |          |          |
| Vishesh Mehra                                 | 20.00    | 26.00    |
|   |          |          |
| <b>Expenses made by Company</b>               |          |          |
| Gauri Bhasin                                  | 0.48     |          |
| Meenakshi Bhasin                              |          |          |
|   |          |          |
| <b>Expenses made by Company received back</b> |          |          |
| Gauri Bhasin                                  | 0.17     |          |
|   |          |          |
| <b>Intercorporate/Director Loans Taken</b>    |          |          |
| Bhasin and Company                            | 50.00    |          |
| Bhasin Infrastructure and Developers Pvt Ltd  | 1,372.16 | 342.20   |
| Davinder Kumar Bhasin                         | 438.35   | 34.72    |
| Dev Arjun Bhasin                              | 21.00    | 19.08    |
| Munish International Pvt Ltd                  | 29.00    | 7.82     |
| Munish Promoter and Developers Pvt Ltd        | 302.59   | 283.35   |
|   |          |          |
| <b>Intercorporate/Director Loans repaid</b>   |          |          |
| Bhasin and Company                            | 50.00    |          |
| Bhasin Infrastructure and Developers Pvt Ltd  | 1,261.31 | 410.89   |
| Davinder Kumar Bhasin                         | 466.34   | 55.21    |
| Dev Arjun Bhasin                              | 13.12    | 31.88    |
| Meenakshi Bhasin                              | 14.50    | 14.25    |

|   |        |        |
|---|--------|--------|
| Munish International Pvt Ltd                            | 1.00   | 7.82   |
| Munish Promoter and Developers Pvt Ltd                  | 286.50 | 138.53 |
| <b>Interest Expenses</b>                                |        |        |
| Davinder Kumar Bhasin                                   | 12.90  | 14.37  |
| Dev Arjun Bhasin  |        |        |
| Bhasin Infrastructure Developers Pvt. Ltd               | 28.11  | 8.42   |
| Munish International Pvt. Ltd                           | 1.29   |        |
| Munish Promoters and Developers Pvt. Ltd                | 21.82  | 4.38   |
| <b>Interest Income</b>                                  |        |        |
| Tridib Industries Ltd                                   | 507.21 | 17.35  |
| <b>Intercorporate/Director Loans Given</b>              |        |        |
| Tridib Industries Ltd                                   | 656.80 | 449.69 |
| <b>Intercorporate/Director Loans repayment received</b> |        |        |
| Tridib Industries Ltd                                   | 273.80 | 449.69 |
| <b>Redemption of Preference Shares at Premium</b>       |        |        |
| Davinder Kumar Bhasin                                   | 270.00 |        |

### 3. Outstanding balances

(Rs in Lakhs)

| Nature of Transactions during the year              | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Director Remuneration</b>                        |                       |                       |
| Vishal Anand  | 0.53                  | 1.16                  |
| Dev Arjun Bhasin                                    | 0.42                  | 0.91                  |
| <b>Salary</b>                                       |                       |                       |
| Gauri Bhasin Gool                                   | 0.25                  | 0.25                  |
| Sukhdeep Kaur (Company Secretary w.e.f. 13.10.2023) | 0.25                  | 0.25                  |
| Vishesh Mehra                                       | 0.37                  | 0.77                  |
| <b>Sundry Payables</b>                              |                       |                       |
| Seema Mehra   | -                     | 46.79                 |
| Vishesh Mehra                                       | 0.42                  | 0.42                  |
| <b>Unsecured Loan</b>                               |                       |                       |
| Bhasin Infrastructure and Developers Pvt Ltd        | 265.28                | 126.31                |
| Davinder Kumar Bhasin                               | 63.13                 | 103.00                |
| Dev Arjun Bhasin                                    | 168.22                | 160.34                |
| Minakshi Bhasin                                     | 76.59                 | 91.09                 |
| Munish International Pvt. Ltd                       | 29.29                 | -                     |
| Munish Promoters and Developers Pvt. Ltd            | 178.74                | 134.90                |
| <b>Interest Payable</b>                             |                       |                       |
| Bhasin Infrastructure Developers Pvt. Ltd           | 28.11                 | 8.42                  |
| Munish International Pvt. Ltd                       | 1.29                  |                       |
| Munish Promoters and Developers Pvt. Ltd            | 21.82                 | 4.38                  |
| <b>Intercorporate/Director Loans Given</b>          |                       |                       |
| Tridib Industries Ltd                               | 286.95                |                       |
| <b>Interest Receivable</b>                          |                       |                       |
| Tridib Industries Ltd                               | 53.54                 | 17.35                 |
| <b>Other Receivables</b>                            |                       |                       |
| Dev Arjun Bhasin                                    | -                     |                       |
| Gauri Bhasin  | 0.32                  |                       |
| Vishal Anand  | 10.06                 | 4.47                  |
| <b>Trade Receivable</b>                             |                       |                       |

|                                  |        |        |
|----------------------------------|--------|--------|
| Forgeco Ltd                      | 342.08 | 364.97 |
| Munish International Pvt. Ltd    |        | 220.46 |
| Dev Arjuna Cast & Forge Pvt. Ltd | 128.63 | 14.15  |
| Dev Arjuna Enterprises Pvt. Ltd  | 40.59  | 63.82  |
|                                  |        |        |
| <b>Trade Payable</b>             |        |        |
| Dev Arjuna Cast & Forge Pvt. Ltd | 125.21 |        |
|                                  |        |        |

**4 Terms and conditions of transactions with related parties**

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. No balances in respect of the related parties has been provided for written off / written back, except what is stated above.

Related party relationship is as identified by the management and relied upon by the auditors.

**MUNISH FORGE LIMITED**  
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**Notes to Standalone Financial Statements as on 31.03.2025**

**36 Assets and liabilities relating to Employee Benefits**

**Employee Benefits Obligation**

Contribution to Defined Contribution Plan recognised as expense for the year is as under:

| (Rs. in Lakhs)   |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Employee's Contribution towards Provident Fund (PF)            |                       |                       |
| Provident Fund ( I )   | 18.56                 | 17.74                 |
| Provident Fund ( II )  | 2.50                  | 2.50                  |
| Provident Fund ( 2A )  | 2.30                  | 2.30                  |
| Group Gratuity Insurance                                       | 29.85                 | 6.43                  |
| Pension Fund   | 36.95                 | 37.44                 |
| Employer's Contribution towards Employee State Insurance (ESI) | 39.57                 | 29.41                 |

**A. Defined Contribution Plan:**

The employees' Gratuity Fund Scheme which is a defined benefit plan is managed by the 'Gratuity Trust'. Under the gratuity plan every employee who has completed at least five years of service usually gets a gratuity on departure @ 15 days of last drawn salary for each completed year of service. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the total obligation. The following table summarizes the arrangements of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for the

| Plan Features                      | Refer Para 139 (a) of Ind AS 19  |
|------------------------------------|--|
| Type of Plan                       | Post Employment Benefit  |
| Employee's Contribution            | 0%   |
| Employer's Contribution            | 100%   |
| Salary definition                  | Last Drawn Basic Salary including Dearness Allowance (if any)              |
| Benefit ceiling                    | Benefit ceiling of Rs. 5000000 was applied.                                |
| Vesting conditions                 | 5 years of continuous service (Not applicable in case of death/disability) |
| Benefit on Retirement              | 15/26 x Salary x Duration of Service                                       |
| Benefit on Resignation/Withdrawals | Same as Retirement Benefit based on service up to exit                     |
| Benefit on Death                   | Same as Retirement Benefit but no vesting Condition applies                |
| Retirement age                     | 60 Years   |

| Particulars                       | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------------------|-----------------------|-----------------------|
| Number of Employees               | 433 (0)               | 442 (0)               |
| Total Monthly Salary (Rs.)        | 59,88,515             | 50,09,212 (0)         |
| Average Monthly Salary (Rs.)      | 13,863 (0)            | 13,143 (0)            |
| Average Age (Years)               | 29.29                 | 39.07                 |
| Average Past Service (Years)      | 5.41                  | 3.22                  |
| Average Future Service (Years)    | 20.79                 | 20.94                 |
| Weighted Average Duration (Years) | 3.03                  | 10.29                 |

**ii) Reconciliation of opening and closing balances of Defined Benefit Obligation**

| (Rs. in Lakhs)                                       |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Present value obligation in at beginning of the year | 85.09                 | 82.68                 |
| Current Service Cost                                 | 22.93                 | 21.65                 |
| Interest Cost  | 5.94                  | 5.88                  |
| Benefits paid  | (10.19)               | 5.27                  |
| Actuarial (gain) / loss on obligations               | (13.79)               | 15.36                 |
| Components of actuarial gain/losses on obligations:  |                       |                       |
| Due to Change in financial assumptions               | 2.58                  | 2.02                  |
| Due to change in demographic assumption              | (6.11)                | -                     |
| Due to experience adjustments                        | (6.25)                | 17.38                 |
| Present value of obligation as at close of the year  | 90.97                 | 85 (0)                |

**iii) Reconciliation of opening and closing balances of fair value of plan assets**

| (Rs. in Lakhs)                                     |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Fair value of plan assets at beginning of the year | 116.84                | 102.96                |
| Adjustment in Opening Balance                      | 44.34                 | -                     |
| Expected return on plan assets                     | 5,179.09              | 8.20                  |
| Employer contribution                              | 0                     | 16.09                 |
| Benefit Paid                                       | (10.19)               | 9.77                  |
| Actuarial gain/loss on Plan assets                 | -1                    | -0.64                 |
| Fair value of plan assets at year end              | 130.25                | 116.84                |

**e) Net defined benefit asset/ (liability) recognised in the balance sheet:**

| (Rs. in Lakhs)            |                       |                       |
|---------------------------|-----------------------|-----------------------|
| Particulars               | As at 31st March 2025 | As at 31st March 2024 |
| Fair value of plan assets | 130.25                | 116.84                |

**MUNISH FORGE LIMITED**  
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Notes to Standalone Financial Statements as on 31.03.2025

|  |         |   |       |
|--|---------|---|-------|
| Present value of defined benefit obligation              | (99,97) | - | 83.09 |
| Amount recognised in Balance Sheet - Asset / (Liability) | 39.78   | - | 31.55 |

| Assets and Liability (Balance Sheet Position) |  | As at 31st March 2025 |        |
|---|--|-----------------------|--------|
| Particulars                                   |  | INR                   |        |
| Present Value of Defined Benefit Obligation   |  |                       | 99.97  |
| Fair value of plan assets                     |  | -                     | 130.75 |
| Net Defined Benefit Liability/(Assets)        |  | -                     | 39.78  |
| Bifurcation of Net Liability                  |  | As at 31st March 2025 |        |
| Particulars                                   |  | INR                   |        |
| Current (Short Term) Liability                |  | -                     | 25.38  |
| Non Current (Long Term) Liability             |  | -                     | 14.40  |
| Net Defined Benefit Liability/(Assets)        |  | -                     | 39.78  |

**d) Net defined benefit expense (Recognised in the Statement of profit and loss for the year)**

(Rs. in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Current Service Cost  | 23.92                 | 21.65                 |
| Net Interest Cost   | 5.94                  | 3.88                  |
| Expected return on plan assets                                      | (29.18)               | 4.20                  |
| Net defined benefit expense debited to statement of profit and loss | 20.67                 | 19.33                 |

**e) Remeasurement (gain)/ loss recognised in other comprehensive income**

(Rs. in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| Remeasurement of (Gain)/Loss                       |                       |                       |
| - Actuarial (gain)/loss on obligations             | (13.79)               | 25.38                 |
| - Actuarial (gain)/loss for the year - plan assets | (0.37)                | 0.64                  |
| Actuarial (gain)/ loss recognised in the year      | (14.16)               | 24.72                 |

**D Assumption**

**Withdrawal Rates per annum**

| Age Band   | As at 31st March 2025 | As at 31st March 2024 |
|------------|-----------------------|-----------------------|
| 25 & Below | 50.00% p.a.           | 10.00% p.a.           |
| 25 to 35   | 40.00% p.a.           | 8.00% p.a.            |
| 35 to 45   | 30.00% p.a.           | 6.00% p.a.            |
| 45 to 55   | 20.00% p.a.           | 4.00% p.a.            |
| 55 & above | 10.00% p.a.           | 2.00% p.a.            |

**Sample Rates per annum of Indian Assured Lives Mortality**

| Age (In years) | As at 31st March 2025 | As at 31st March 2024 |
|----------------|-----------------------|-----------------------|
| 20             | 0.09%                 | 0.09%                 |
| 30             | 0.10%                 | 0.10%                 |
| 40             | 0.17%                 | 0.17%                 |
| 50             | 0.44%                 | 0.44%                 |
| 60             | 1.12%                 | 1.12%                 |

| Particulars        | As at 31st March 2025      | As at 31st March 2024      |
|--------------------|----------------------------|----------------------------|
| Discount Rate      | 6.33% p.a.                 | 7.20% p.a.                 |
| Salary Growth Rate | 5.60% p.a.                 | 5.60% p.a.                 |
| Withdrawal Rates   | Age 25 & Below - 10 % p.a. | Age 25 & Below - 10 % p.a. |
|                    | 25 to 35 - 40 % p.a.       | 25 to 35 - 8 % p.a.        |
|                    | 35 to 45 - 30 % p.a.       | 35 to 45 - 6 % p.a.        |
|                    | 45 to 55 - 20 % p.a.       | 45 to 55 - 4 % p.a.        |
|                    | 55 & above - 10 % p.a.     | 55 & above - 2 % p.a.      |

| Particulars                           | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------------|-----------------------|-----------------------|
| <b>Discount rate Sensitivity</b>      |                       |                       |
| Increase by 0.5%                      | 85.75                 | 81.12                 |
| (% change)                            | 1.34%                 | 4.67%                 |
| Decrease by 0.5%                      | 92.23                 | 89.38                 |
| (% change)                            | 1.30%                 | 3.01%                 |
| <b>Salary growth rate Sensitivity</b> |                       |                       |
| Increase by 0.5%                      | 92.23                 | 90.32                 |
| (% change)                            | 1.29%                 | 4.97%                 |
| Decrease by 0.5%                      | 89.73                 | 81.09                 |

**MUNISH FORGE LIMITED**  
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Notes to Standalone Financial Statements as on 31.03.2025

|   |        |        |
|---|--------|--------|
| (% change)                                | -1.30% | -4.70% |
| <b>Withdrawal rate (W.M.) Sensitivity</b> |        |        |
| W.R. x 110%                               | 88.52  | 85.18  |
| (% change)                                | -1.00% | 0.11%  |
| W.R. x 90%                                | 92.00  | 94.05  |
| (% change)                                | 1.68%  | 0.18%  |

**Expected Future Cashflows (Undiscounted)**

(Rs. in Lakhs)

| Particulars                | As at 31st March 2025 | As at 31st March 2024 |
|----------------------------|-----------------------|-----------------------|
| Year 1 Cashflow            | 26.88                 | 5.29                  |
| Year 2 Cashflow            | 19.92                 | 4.51                  |
| Year 3 Cashflow            | 16.66                 | 4.86                  |
| Year 4 Cashflow            | 13.00                 | 6.29                  |
| Year 5 Cashflow            | 10.17                 | 8.82                  |
| Year 6 to Year 10 Cashflow | 30.76                 | 38.57                 |

**MINISH FORGE LIMITED**  
**FORMERLY KNOWN AS MINISH FORGE PRIVATE LIMITED**  
**Notes to Standalone Financial Statements as on 31.03.2024**

**37 Corporate Social Responsibility**

In accordance with the provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, Corporate Social Responsibility (CSR) provisions became applicable to the Company for the first time during the financial year ended 31st March 2023. The Company was required to spend an amount of ₹7.77 lakh towards CSR activities during the year. Accordingly, the Company has spent ₹5.59 lakh resulting in an excess spending of ₹2.18 lakh, which shall be available for set-off against CSR obligations of subsequent financial years, in accordance with Rule 7(1) of the said Rules. The amount was spent primarily by the Company for contributing to hospitals for activities relating to the promotion of healthcare, including provision of healthcare, which is covered under Schedule VII of the Companies Act, 2013. The entire CSR obligation for the year has been met, and an amount remains unspent as on 31st March 2023.

**38 Fair Value Measurements**

Set out below is the comparison between the carrying amounts and fair values of the Company's Financial Instruments, other than those with carrying amounts that are reasonable approximations of fair values.

| Financial Instruments by category              | (Rs. in Lakhs)        |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | Carrying Value        |                       | Fair Value            |                       |
|  | As at 31st March 2023 | As at 31st March 2024 | As at 31st March 2023 | As at 31st March 2024 |
| <b>Financial Assets at amortised cost</b>      |                       |                       |                       |                       |
| Investments                                    | 1,181.52              | -                     | 1,181.52              | 0.00                  |
| Other Financial Assets (Current)               | 426.22                | 216.00                | 426.22                | 216.00                |
| Other Financial Assets (Non-Current)           | -                     | -                     | -                     | -                     |
| Trade Receivables                              | 2,534.96              | 2,129.00              | 2,534.96              | 2,129.00              |
| Cash & Cash Equivalents                        | 196.82                | 103.00                | 196.82                | 103.00                |
| Loans  | 586.95                | -                     | 586.95                | -                     |
| <b>Financial Liabilities at amortised cost</b> |                       |                       |                       |                       |
| Borrowings                                     | 6,020.11              | 4,716.14              | 6,020.11              | 4,716.14              |
| Trade Payables                                 | 1,361.81              | 1,229.83              | 1,361.81              | 1,229.83              |
| Lease Liabilities                              | -                     | -                     | -                     | -                     |
| Other Financial Liabilities (Non-current)      | -                     | 279.00                | -                     | 279.00                |
| Other Financial Liabilities (Current)          | 1,367.80              | 524.79                | 1,367.80              | 524.79                |

The fair value of financial assets and liabilities is included in the amount in which the instrument could be exchanged in a current transaction between willing parties, other than the forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair value of financial instruments, loans from banks and other financial institutions, as well as other non-current financial liabilities is measured by discounting future cash flows using rates currently available for debt of similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in the interest cash flows or the discount rate, the fair value of the equity instruments is also sensitive to a reasonably possible change in the growth rates. The valuation requires management to use unobservable inputs to the model, of which the significant unobservable inputs are disclosed in the tables below. Management regularly assesses a range of reasonably possible alternatives for these significant unobservable inputs and determines their impact on the total fair value.

The fair values of the Company's non-recourse borrowings and loans are determined by using discounted cash flow method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period.

Long-term non-current liabilities are evaluated by the Company based on parameters such as interest rates, cash flows, and individual creditworthiness of the counterparty and the credit characteristics of the financial product. Based on this evaluation, allowance is taken into account for the expected credit losses of these receivables.

The significant unobservable inputs used in the fair value measurement, categorized within Level 3 of the fair value hierarchy together with a qualitative sensitivity analysis as at 31 March 2023, are as shown below.

**Fair value hierarchy**

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 that have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques that use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

**Quantitative disclosures of fair value measurement hierarchy as on 31.03.2023**

| Particulars                                    | Carrying Value | Fair Value |         |          |
|--|----------------|------------|---------|----------|
|  |                | Level 1    | Level 2 | Level 3  |
|  |                |            |         |          |
| <b>Financial Assets at amortised cost</b>      |                |            |         |          |
| Investments                                    | 1,181.52       | -          | -       | 1,181.52 |
| Other Financial Assets (Current)               | 426.22         | -          | -       | 426.22   |
| Other Financial Assets (Non-Current)           | -              | -          | -       | -        |
| Trade Receivables                              | 2,534.96       | -          | -       | 2,534.96 |
| Cash & Cash Equivalents                        | 196.82         | -          | -       | 196.82   |
| Loans  | 586.95         | -          | -       | 586.95   |
| <b>Financial Liabilities at amortised cost</b> |                |            |         |          |
| Borrowings                                     | 6,020.11       | -          | -       | 6,020.11 |
| Trade Payables                                 | 1,361.81       | -          | -       | 1,361.81 |
| Lease Liabilities                              | -              | -          | -       | -        |
| Other Financial Liabilities (Non-current)      | -              | -          | -       | -        |
| Other Financial Liabilities (Current)          | 1,367.80       | -          | -       | 1,367.80 |

**Quantitative disclosures of fair value measurement hierarchy as on 31st March 2024**

| Particulars                               | Carrying Value | Fair Value |         |          |
|---|----------------|------------|---------|----------|
|   |                | Level 1    | Level 2 | Level 3  |
|   |                |            |         |          |
| <b>Financial Assets at amortised cost</b> |                |            |         |          |
| Investments                               | -              | -          | -       | -        |
| Other Financial Assets (Current)          | 216.00         | -          | -       | 216.00   |
| Other Financial Assets (Non-current)      | -              | -          | -       | -        |
| Trade Receivables                         | 2,129.00       | -          | -       | 2,129.00 |
| Cash & Cash Equivalents                   | 103.00         | -          | -       | 103.00   |

|  |          |  |  |          |
|--|----------|--|--|----------|
| Lease  |          |  |  |          |
| <b>Financial Liabilities at amortised cost</b> |          |  |  |          |
| Borrowings                                     | 4,710.14 |  |  | 4,710.14 |
| Trade Payables                                 | 1,229.85 |  |  | 1,229.85 |
| Lease Liabilities                              |          |  |  |          |
| Other Financial Liabilities (Contingent)       | 270.00   |  |  | 270.00   |
| Other Financial Liabilities (current)          | 824.79   |  |  | 824.79   |

#### 38 Issued Term Loan (as per Ind AS 109 & Ind AS 107)

The Company has issued a secured term loan from a financial institution, which is recognised as a financial liability, in accordance with Ind AS 109 – Financial Instruments. The loan is measured at amortised cost, and its fair value has been carried out during the year.

#### 39 Investment Property – Fair Value Adjustment (As per Ind AS 40)

The company holds investment property valued at 1 crore, acquired at a cost of Rs. 17.51 lakhs. As on 31st March 2025, the fair value of the property is Rs. 24.84 lakhs, reflecting an unrealised valuation gain of Rs. 17.40 lakhs. The property increased in value during the year, as its classification has been changed, in accordance with Ind AS 40 – Investment Property, the property is measured using the cost model, and accordingly, the fair value gain has not been recognised in the books of account.

#### 40 Exchange Rate Fluctuation – Current Debt Security and Foreign Debtors (Ind AS 21)

During the financial year, the Company recognised foreign exchange gains arising from the revaluation of monetary items denominated in foreign currency, in accordance with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. A gain of Rs. 37.45 lakhs was recorded on the Current Debt Security. These exchange differences have been accounted for in the Statement of Profit and Loss (as per Ind AS 21 requirements).

#### 41 Expected Credit Loss on Trade Receivables (Ind AS 109 & Ind AS 11)

In accordance with Ind AS 109 – Financial Instruments, the Company has applied the expected credit loss (ECL) model to measure impairment on trade receivables, including those from foreign customers, using the simplified approach under which lifetime expected credit losses are recognised. As at the reporting date, trade receivables have been carried at the applicable exchange rates in line with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. Following this revaluation, a provision for expected credit loss of 1% of the gross carrying amount of trade receivables has been recognised. The ECL provision is charged to the Statement of Profit and Loss under "Allowance for expected credit loss", presented as a deduction from trade receivables in the Balance Sheet, and the net carrying amount has been recognised as a Debtors Tax Asset under Ind AS 12 – Income Taxes. Management believes that the provision adequately reflects the credit risk inherent in the trade receivables as at the reporting date.

#### 42 Lease Accounting – Right-of-Use Asset (As per Ind AS 116)

During FY 2024-25, the Company recognised Right-of-Use (ROU) assets and lease liabilities for certain properties. However, the management was not fully in accordance with Ind AS 116 as not all lease contracts were considered, based on an initial management decision to terminate or cancel any short-term leases.

Subsequently, management decided to continue with some of the lease arrangements, but the full impact was not reflected in the related financials. The Company will align its lease accounting fully with Ind AS 116 in FY 2025-26.

#### Breakup of Lease Liabilities

| Particulars                   | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------|-----------------------|-----------------------|
| Current lease liabilities     | 27.51                 | -                     |
| Non-current lease liabilities | 43.78                 | -                     |
| <b>Total</b>                  | <b>71.29</b>          |                       |

#### The movement in Lease Liability is as follows:

| Particulars                  | As at 31.03.2025 | As at 31st March 2024 |
|------------------------------|------------------|-----------------------|
| Balance at the beginning     |                  | 18.03                 |
| Additional classifications   |                  | 47.54                 |
| Finance cost incurred        |                  | 8.00                  |
| Payment of lease liabilities |                  | (31.28)               |
| <b>Total</b>                 | <b>71.29</b>     |                       |

#### Contractual Lease Liabilities on unamortised basis as follows:

| Particulars  | As at 31.03.2025 | As at 31st March 2024 |
|--|------------------|-----------------------|
| Future minimum contract payments under non-cancelable operating lease: |                  |                       |
| - Not later than one year  |                  | 29.06                 |
| - Later than one year and not later than five years                    |                  | 45.93                 |
| - Later than five years  |                  |                       |

The Company has applied paragraph 9 of Ind AS 116 for accounting of short-term leases having lease period of less than 12 months and leases for which the underlying asset is of low value. Lease payments associated with these leases are accounted either on straight line basis over the lease term or another systematic basis, which is more representative of the lease payment pattern.

#### 43 Foreign Exchange Loss on PCTV (Ind AS 21)

During the year ended 31st March 2025, the Company incurred a foreign exchange loss of Rs.28.57 lakhs on account of Paying Credit in Foreign Currency (PCFC). This loss has been recognised in the Statement of Profit and Loss in accordance with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. Consequently, the carrying amount of the PCTV balance, classified under Current Liabilities, has been reduced by the said amount.

#### 44 Security Deposits

The Company has placed security deposits with government authorities and other service providers such as electricity and telecom departments. These deposits are made in the normal course of business as a pre-condition for availing services and are ascertainable on termination or discontinuation of the respective services.

The security deposits are classified as non-current financial assets as they are not expected to be realized within twelve months from the reporting date. These are measured at cost, which approximates their fair value, as the effect of discounting is not considered material in the context of these deposits.

No impairment has been recognized on these deposits, as they are recoverable from creditworthy counterparties, primarily government or regulated entities.

#### 45 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

As per the information and records available with the Company, no interest has been provided or paid under the Micro, Small and Medium Enterprises Development Act, 2006 in respect of delayed payments made to Micro and Small Enterprises. The amount of interest, if any, that may be payable in accordance with the provisions of the MSEDY Act has not been ascertained and hence not provided for in the books of account. The Company will recognize such interest, if any, as and when the liability is determined.

#### 44. Capital Management

In the process of Company's capital management, Capital includes equity attributable to the equity holders of the Company and all other equity resources. The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and maintains shareholders' value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders or issue new shares. No changes were made in the objectives, policies or processes for managing capital during the period ending 31 March 2025 and the year ended March 31, 2024.

The Company monitors capital using gearing ratio, which is calculated based on total capital plus net debt. The Company's gearing is to keep the gearing ratio between 10% to 15%.

| Particulars   | (Rs. in Lakhs)        |                       |
|---|-----------------------|-----------------------|
|   | As at 31st March 2025 | As at 31st March 2024 |
| Loans and borrowings (Net of Cash and Cash Equivalents) | 5,791.11              | 5,102.84              |
| Net Debt  | 4,297.87              | 4,342.89              |
| Equity  | 6,734.37              | 4,350.07              |
| Total Capital   | 6,734.37              | 4,559.95              |
| Capital and Net Debt                                    | 13,468.74             | 8,710.80              |
| Gearing ratio (Net Debt/Capital and Net Debt)           | 31.07%                | 58.21%                |

#### 47. Financial risk management objectives and policies

The Company's principal financial liabilities, other than derivatives, contracts 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 loans, trade and other receivables and cash and cash equivalents that are derived directly from its operations.

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company is exposed to market risk, credit risk and liquidity risk.

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 reporting activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Company policies and Company risk objectives.

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

##### (a) 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 comprise three types of risk, currency risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risks include loans and borrowings, deposits, investments and foreign currency receivables and payables. The sensitivity analysis at the reporting version refers to the position as at March 31, 2025. The analysis exclude the impact of movements in market variables on the carrying values of groups and other past-due or contingent obligations, provisions, and the non-financial assets and liabilities. The sensitivity of the outcome Profit and Loss arises in the effect of the assumed changes in the respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2025.

##### (b) Interest Rate Risk

Interest rate is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's short-term debt obligations at floating interest rates. The Company's Term loan outstanding as at March 31, 2025 comprises of fixed rate loans and accordingly, are not exposed to risk of fluctuations in market interest rates.

##### (c) Credit Risk

Credit risk is the risk that the counter party will not meet its obligation under a financial instrument or a contract resulting in a financial loss. The Company is exposed to credit risk from its operating activities (primarily, trade receivables) and from its financing activities, including deposits with banks, Credit exchange transactions and other financial institutions.

##### (d) Trade Receivables

Customer credit risk is managed by the company based on its established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly reviewed and any exposures to major customer are promptly reviewed regularly by the management of the company.

An impairment analysis is performed at each reporting date on trade receivables, by its time expected credit loss method based on provision matrix. The maximum exposure to credit risk of the reporting date is the carrying value of trade receivables. The Company does not hold collateral as security. The Company maintains the consumption of risk with respect to trade receivables as low.

##### (e) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company in accordance with the policy.

The Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2025 is the carrying amounts. The Company's maximum exposure relating to financial instruments is noted in liquidity table below. Trade Receivables and other financial assets are written off when there is no reasonable expectation of recovery, such as before filing to engage in the liquidation plan with the Company.

| Particulars  | (Rs. in Lakhs)        |                       |
|--|-----------------------|-----------------------|
|  | As at 31st March 2025 | As at 31st March 2024 |
| Financial assets for which allowance is measured using 12 months Expected Credit Loss Method (ECL) |                       |                       |
| Cash & Cash Equivalents  | 199.82                | 107.68                |
| Other Current Financial Assets   | 420.22                | 236.60                |
| Other Non-Current Financial Assets   |                       |                       |
| Financial assets for which allowance is measured using Life-time Expected Credit Loss Method (ECL) |                       |                       |
| Trade Receivables  | 2,569.37              | 2,124.68              |

Relevant with banks are subject to low credit risk due to good credit ratings assigned to these banks.

The ageing analysis of trade receivables has been considered from the date that receivables due.

| Particulars                          | (Rs. in Lakhs)        |                       |
|--------------------------------------|-----------------------|-----------------------|
|                                      | As at 31st March 2025 | As at 31st March 2024 |
| 0 to 180 Days due past due date      | 2,437.67              | 2,081.21              |
| More than 180 days due past due date | 131.70                | 58.76                 |
| Total                                | 2,569.37              | 2,129.98              |

#### (f) Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to fulfil its need for obligations arising at its reasonable price. The Company's objective is to use all means to ensure optimum levels of liquidity to meet its cash and liquidity requirements. The Company closely monitors its liquidity position and employs a robust risk management system. It maintains adequate source of financing through the use of bank term bank deposits and credit credit facility. Processes and policies related to such risks are reviewed by senior management. Management monitors the Company's liquidity position through rolling forecasts on the basis of aggregated cash flows. The Company believes the concentration of risk with respect to its debt and concluded it to be low.

#### Maturity profile of financial liabilities

The table below provides the details regarding the remaining contracts of maturities of financial liabilities at the reporting date based on contractual cashflow period.

| (Rs. in Lakhs)                      |                  |                  |          |
|-------------------------------------|------------------|------------------|----------|
| As at 31st March 2025               | Less than 1 Year | More than 1 Year | Total    |
| Borrowings                          | 4,877.11         | 1,147.27         | 6,024.38 |
| Other Current Financial Liabilities | 1,203.90         | -                | 1,203.90 |
| Trade Payables                      | 1,527.85         | -                | 1,527.85 |
| As at March 31, 2024                | Less than 1 Year | More than 1 Year | Total    |
| Borrowings                          | 1,120.35         | 100.79           | 1,221.14 |
| Other Current Financial Liabilities | 124.79           | -                | 124.79   |
| Trade Payables                      | 1,207.38         | -                | 1,207.38 |

#### (g) Currency Risk

The Company's operations expose it to fluctuations in foreign exchange rates, primarily relating to payments and receivables denominated in foreign currencies. Foreign currency risk arises from the possibility that the exchange rate may change, affecting the value of the Company's foreign currency denominated financial assets and liabilities.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

**48 Earnings per share (EPS)**

|   | <b>Particulars</b>   | <b>As at 31st March<br/>2025</b> | <b>As at 31st March<br/>2024</b> |
|---|--|----------------------------------|----------------------------------|
| A | Profit attributable to equity share holders of the Company for basic and diluted earnings per share (Rs. In Lakhs) | 1444.17                          | 499.60                           |
| B | Weighted average number of equity shares considered after bonus of shares into Rs. 10 each                         | 1,64,43,901.36                   | 1,63,81,863.00                   |
| C | Nominal Value of Equity Share  | 10                               | 10                               |
|   | <b>Basic earnings per share (In Rs.)</b>   | <b>8.78</b>                      | <b>3.04</b>                      |
|   | <b>Diluted earnings per share (In Rs.)</b>   | <b>8.78</b>                      | <b>3.04</b>                      |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

49

**A. Remission of Duties and Taxes on Export Products (RoDTEP)**

The company has accounted for total entitlement of RoDTEP on accrual basis.

(Rs. in Lakhs)

| Particulars | As at 31st March 2025 | As at 31st March 2024 |
|-------------|-----------------------|-----------------------|
| RoDTEP      | 75.95                 | 110.76                |

**D) Auditor's Remuneration:**

(Rs. in Lakhs)

| Particulars                     | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------|-----------------------|-----------------------|
| As Auditor                      | 2.50                  | 1.67                  |
| - For Taxation matter           | 0.75                  | 1.31                  |
| - For other services            | 0.13                  | -                     |
| - For reimbursement of expenses | -                     | -                     |
| <b>TOTAL</b>                    | <b>3.38</b>           | <b>2.98</b>           |

**B Value of Raw Material & Stores Consumed and Percentage thereof:-**

| <b>A. BIFURCATION OF MATERIAL AND STORE CONSUMED</b>  |                       |             |                       |         |
|---|-----------------------|-------------|-----------------------|---------|
| Particulars   | As at 31st March 2025 |             | As at 31st March 2024 |         |
|   | Value                 | % Age       | Value                 | % Age   |
| - Raw Material  | 9559.88               | 100%        | 9909.64               | 100%    |
| - Stores & Spares   | 810.47                | 100%        | 523.07                | 100%    |
| <b>B. EARNING IN FOREIGN EXCHANGE</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
|   | In Foreign Currency   | In Rs.      | In Foreign Currency   | In Rs.  |
| -FOB Value of Export (in EURO)  | 5.55                  | 498.65      | 5.93                  | 512.17  |
| -FOB Value of Export (in GBP)   | 15.45                 | 1832.70     | 15.52                 | 1577.56 |
| -FOB Value of Export (in USD)   | 86.60                 | 7205.40     | 103.24                | 8000.20 |
| * All export transactions are hedged with bank. As per Ind AS 109, Cash flow hedge method has been applied and gain/loss on such hedging is passed through Profit and Loss. |                       |             |                       |         |
| <b>C. EXPENDITURE IN FOREIGN CURRENCY</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
| Foreign Travelling  |                       | 46.56       |                       | 12.88   |
| Custom Duty   |                       | 18291108.79 |                       | 401.65  |
| Subscription  |                       | 1.02        |                       | 4.03    |
| <b>D. CIF VALUE OF IMPORT</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
| Value of Import   |                       | NIL         |                       | NIL     |

The company has not advanced or loaned or invested funds to any entity including foreign entities ("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;

50

The company has not received funds from any entities including foreign entities ("Funding Parties"), with the understanding, that the company shall, directly or indirectly lend or invest in other persons or entities by or on behalf of the funding parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

51

The balances of Trade Receivables, Loans & Advances, Deposits and Trade Payables are, subject to confirmation/ reconciliation and subsequent adjustments if any.

52

In opinion of the Board, all the current assets, loans & advances have the value on realization in the ordinary course of business at least equal to amount at which they are stated.

53

Investment in Forgeco Limited, United Kingdom - Joint Venture (As per Ind AS 27, Ind AS 21, and Ind AS 103)

54

On 15 March 2025, the Company acquired a 50% equity interest in Forgeco Limited, United Kingdom, for Rs. 1,185.48 lakhs through a non-cash share swap. The investment is carried at cost in the Standalone Financial Statements in accordance with Ind AS 27.

As at 31 March 2025, the investment was retranslated at the closing exchange rate, resulting in a foreign exchange loss of Rs. 5.96 lakhs, which has been recognised in Other Comprehensive Income (OCI) under "Gain/(Loss) on translation of financial statements of foreign operations".

The carrying amount of the investment as at 31 March 2025 is Rs. 1,181.52 lakhs.

#### **ADDITIONAL REGULATORY INFORMATION**

**55 Details of Benami Property held**

As per information provided by the management the company has no Benami property.

**56 All the title deeds of immovable property are in the name of the company**

**57 The Company has borrowings from banks or financial institutions on the basis of security of current assets. Monthly returns or statements of current assets filed by the Company and are in agreement with the books of accounts**

**58 Willful Defaulter**

The company has not been declared willful defaulter by any bank or financial institution or other lender.

**59 Relationship with Struck off Companies**

The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

**60 Registration of charges or satisfaction with Registrar of Companies**

All charges or charges are in satisfaction with Registrar of Companies and have been made on time.

**61 Compliance with number of layers of companies**

Provisions of restrictions on number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, are not applicable on the company as the company has no subsidiary.

**62 Compliance with approved Scheme(s) of Arrangements**

The company has never been involved in the Scheme of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013.

**63 Utilization of Borrowed funds and share premium:**

- a. The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries). The company has not provided any guarantee, security or the like to any person or entity.
- b. The company has not received any fund from any person(s) or entity (ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise). Further the company has not received any guarantee, security or the like any guarantee, security or the like to any person or entity.

**64 Undisclosed income**

The Company has no such transactions unrecorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

**65 Details of Crypto Currency or Virtual Currency**

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**66 Previous year amounts have been reclassified wherever necessary to conform with current year presentation.**

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Standalone Financial Statements as on 31.03.2025**

67 Analytical Ratios

| Particulars                        | Numerator  | Denominator   | Ratios                |                       | % Variance            |                       | Reason                 |
|------------------------------------|--|---|-----------------------|-----------------------|-----------------------|-----------------------|------------------------|
|                                    |  |   | As at 31st March 2025 | As at 31st March 2024 | As at 31st March 2025 | As at 31st March 2024 |                        |
| Current Ratio                      | Current Assets   | Current Liabilities   | 1.33                  | 1.43                  | -7.47                 | N.A.                  |                        |
| Debt-Equity Ratio                  | Total Debt (Long-term + Short-term)  | Shareholders' Equity  | 0.80                  | 1.08                  | -17.38                | N.A.                  |                        |
| Debt Service Coverage Ratio (DSCR) | Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other | Total Debt Service (Interest + Principal Repayment)                         | 0.73                  | 1.75                  | -597.93               |                       | Previous loan cleared. |
| Return on Equity (ROE)             | Net Profit After Tax   | Average Shareholders' Equity  | 0.43                  | 0.26                  | 65.12                 |                       | Increase in PAT        |
| Inventory Turnover Ratio           | Cost of Goods Sold   | Average Inventory   | 4.24                  | 7.31                  | -42.02                |                       | Decrease in Purchases  |
| Trade Receivables Turnover Ratio   | Revenue from Operations  | Average Trade Receivables   | 13.84                 | 14.86                 | -5.57                 |                       | N.A.                   |
| Trade Payables Turnover Ratio      | Purchases (or Cost of Goods Sold)  | Average Trade Payables  | 9.40                  | 10.74                 | -40.46                |                       | Decrease in Purchases  |
| Net Capital Turnover Ratio         | Revenue from Operations  | Net Working Capital (Current Assets - Current Liabilities)                  | 6.63                  | 6.18                  | 7.38                  |                       | N.A.                   |
| Return on Capital Employed (ROCE)  | EBIT   | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | 0.19                  | 0.12                  | 55.95                 |                       | Increase in EBIT       |



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## INDEPENDENT AUDITOR'S REPORT

TO

**THE MEMBERS OF MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)**

### Report on the Audit of Consolidated Financial Statements

#### Opinion

We have audited the Consolidated Financial Statements of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** ("the Company"), having registered office at **Village Gobindgarh, Adjoining Phase-VII, Focal Point, Ludhiana**, which comprise the Consolidated Balance Sheet as at **31st March 2025**, and the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2025**, and its **profit**, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of

Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Consolidated Ind AS financial statements and our auditor's report thereon.

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

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

#### **Management's Responsibility for the Consolidated Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making

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

In preparing the Consolidated 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 also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the 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 Standards on Auditing 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion forgery intentional omissions misrepresentations or the override of internal control.

- Obtain an understanding of internal 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 explaining 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 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 financial statements including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of changes in equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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, the same is refer to our separate Report in "Annexure B".

B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The Company, as detailed in note no 34 to the Consolidated financial statements, has disclosed the impact of pending litigation on its financial position as at 31<sup>st</sup> March 2025.

2. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses

3. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company

4. i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note no-51 to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("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;

ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the note no-52 to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the

Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

5. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

6. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2025 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

(C) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Companies Act, 2013, in our opinion and according to the information and 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 and is within the limits prescribed under the said section read with Schedule V of the Act.

PLACE: LUDHIANA

DATED: 04.09.2025

UDIN: 25082988BMJNTV2479

**FOR VINAY & ASSOCIATES**

**Chartered Accountants**

**Firm Registration No-004462N**

**Peer Review Firm No -004620**



**VINAY KUMAR SRIVASTAVA**

**Partner**

**Mem No. 082988**

### **Annexure-A to the Auditors' Report**

The Annexure A referred to in paragraph 1 under "Report on other legal and other regulatory requirements" section of Independent Auditors' Report to the members of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** on the Consolidated Financial Statements for the year ended 31st March 2025, we report that:

- i) a (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
(B) The Company has maintained proper records showing full particular of intangible assets.
- b Property, Plant and Equipment have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regards to the size of the company and the nature of its assets and as informed, no material discrepancies were noticed on such verification;
- c Based on our examination of the title deeds of all the immovable properties disclosed in the financial statements, all immovable properties are held in the name of the company
- d The company has not revalued its Property, Plant and Equipment (including Right of Use assets) during the year;
- e No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) a As per the information furnished, the inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable, and, the coverage and procedure of such verification is appropriate having regard to the size of the Company and the nature of its operation. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed between the physical stock of inventory and the books of accounts.
- b The company has been sanctioned working capital limits in excess of five crore

rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed with such banks or financial institutions are in agreement with the books of accounts of the Company.

iii) Based on the information and explanations provided to us and the audit procedures performed by us, we report the following under Clause 3(iii) of the Companies (Auditor's Report) Order, 2020:

(a) The Company has during the year granted loans, given corporate guarantees and made investments as follows:

1. The Company granted a loan of ₹656.80 lakhs to **Tridib Industries Ltd.**, a related party, which is repayable on demand and carries interest @ 9.6% per annum.

The outstanding balance of such loan as at 31 March 2025 was ₹286.95 lakhs.

2. The Company has provided corporate guarantees aggregating ₹13.11 lakhs to **India Infoline Ltd.** and **IIFL Home Finance Ltd.** for loans taken by **Munish Promoters & Developers Pvt. Ltd.**, which is neither a subsidiary nor an associate.

3. During the year, the Company acquired 50% equity interest in **Forgeco Limited, UK**, a joint venture, for ₹1,185.48 lakhs by way of non-cash share swap. This investment is accounted for using the equity method as per Ind AS 28.

(b) There is no fixed repayment schedule for the loan granted to **Tridib Industries Ltd.**, as the loan is repayable on demand.

(c) Since the loan is repayable on demand, no amount is overdue as at the Consolidated Balance Sheet date.

(d) The corporate guarantees are subject to annual renewal as per the terms prescribed by the lending banks.

(e) The loans, guarantees, and investments made during the year are on terms that are, in our opinion, not prejudicial to the interest of the Company.

(f) Details of loans repayable on demand granted to related parties are as follows:

| Name of the Entity     | Relationship with the Company | Amount Outstanding as at 31.03.2025 (₹ in lakhs) | % of Total Loans and Advances in the Nature of Loans |
|------------------------|-------------------------------|--|--|
| Tridib Industries Ltd. | Related Party                 | 286.95   | 100%   |

- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and Section 186 of the Companies Act, 2013, in respect of loans granted, investments made, guarantees given, and security provided by the Company.
- v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi) We have been informed that the company is maintaining cost records specified by the Central Government under section 148 of the Companies Act.
- vii) a) According to the information and explanations given to us and the records examined by us, the company has been regular in depositing the undisputed statutory dues with the appropriate authorities in respect of Provident Fund, ESI, Income Tax and GST and other statutory dues. Hence there is no arrears of outstanding statutory dues as on the last day of Financial year.
- b) As per information, following statutory dues on account of PSPCL and GST Department is raised against assessment made is outstanding for which appeal has been filed before appropriate authority :

a. Determined Liabilities :

| Sr. No | Nature of demand               | Amount   | Appeal pending before Appellate authority          |
|--------|--------------------------------|--|--|
| 1.     | Punjab State Power Corporation | 20.44 Lacs outstanding demand after depositing 50% of total demand of Rs. 40.88 Lacs | Appeal pending before Punjab & Haryana High Court. |

Management is confident to get relief from appellate authority therefore management has decided not to make provision for the same.

b) Undetermined Liabilities :

- The company has received show cause notice from The office of Deputy commissioner central GST (Audit) circle Ludhiana -I regarding availment of excess input tax credit of GST of Rs. 6322225/- for which the company is making presentation to solve the matter therefore no provision is made for this amount.

- viii) According to information and explanation given to us and on the basis of our examination of the record of the company , 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.
- ix) a) According to information and explanation given to us and on the basis of our examination of the record of the company, Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender.
- b) According to information and explanation given to us and on the basis of our examination of the record of the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion and According to information and explanation given to us by the management Term loans have been applied for the purpose for which the loans were obtained;
- d) According to information and explanation given to us and on the basis of our examination of the record of the company we report that Funds raised on short term basis have been utilised for short term purposes only
- e) According to information and explanation given to us and on the basis of our examination of the record of the company has not taken any fund from any entity or person on account of or to meet the obligation of its associate companies,

- f) According to information and explanation given to us and on the basis of our examination of the record, the company has not raised loans during the year on the pledge of securities held in its associates company.
- x) a) The Company has not raised moneys 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) During the year, the Company has issued 13,32,000 equity shares on 15 March 2025 to Dev Arjuna Enterprises Pvt. Ltd. on a preferential allotment basis, as consideration (non-cash) for acquiring equity shares of Forgeco Limited (a joint venture) held by Dev Arjuna Enterprises Pvt. Ltd. The allotment was made under a share swap arrangement, and no cash consideration was involved.
- xi) a) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit;
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed 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) No whistle-blower complaints were received during the year by the Company.
- xii) In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Accordingly, clause 3(xii) of the Order is not applicable;
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements as required by the applicable Indian accounting standards;
- xiv) As per information, company is not required for internal audit system for the year under consideration hence reporting under clause 3(xiv) of the Order is not applicable.

- xv) During the year, the Company has allotted 13,32,000 equity shares on a non-cash basis by way of a share swap to Dev Arjun Enterprises Pvt. Ltd., a related party. The transaction has been carried out in compliance with the provisions of the Companies Act, 2013 and relevant rules thereunder.
- Based on the information and explanations provided to us, the said non-cash transaction has been properly recorded in the books of account and statutory registers maintained by the Company.
- xvi) 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 clause 3(xvi) of the Order is not applicable.
- xvii) The company does not have any Cash losses during the financial year covered by our audit or the immediately preceding financial year
- xviii) There has been no resignation of the statutory auditors during the year and accordingly reporting under clause 3(xviii) of the order is not applicable.
- xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, no material uncertainty exists as on the date of the audit report. The company is capable of meeting its liabilities existing at the date of Consolidated Balance Sheet as and when they fall due within a period of one year from the Consolidated Balance Sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and future events or conditions that may cause the Company to cease to continue as a going concern. We neither give any guarantee nor any assurance that all the liabilities falling due within a period of one year from Consolidated Balance Sheet date, will get discharged by the company as and when they fall due;
- xx) The company does not have any unspent amount as per section 135 of Companies Act

xxi) There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

PLACE: LUDHIANA

DATED: 04.09.2025

UDIN: 25082988BFINTV 2479

FOR VINAY & ASSOCIATES

Chartered Accountants

Firm Registration No-001362N

Peer Review Firm No-114630

VINAY KUMAR SRIVASTAV

Partner

Mem No. 082988



**Annexure B to the Independent Auditors' report on the Consolidated Financial Statement of MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED) for the period ended 31 March, 2025**

**Report on the Internal Financial Controls with reference to the aforesaid Consolidated financial statement under Clause (i) of Sub-section 3 of Section 143 of The Companies Act, 2013**

(Referred to in Paragraph 2(A) (f) under Report of other Legal and Regulatory Requirements section of our report of even date)

**OPINION**

We have audited the internal financial controls over financial reporting of **MUNISH FORGE LIMITED (ERSTWHILE MUNISH FORGE PRIVATE LIMITED)** ("the Company") as on 31 March 2025 in conjunction with our audit of the Consolidated Financial Statements of the Company for the year ended on that date.

In our opinion, company has in all material aspect, adequate internal financial control with reference to financial statements and such internal financial controls were operating effectively as at 31 march, 2025, based on the internal financial control with reference to the financial statement criteria established by the company considering the essential component of internal control stated in guidance report on audit of internal financial controls over the financial reporting issued by the institute of Chartered Accountants of India ("the Guidance Note")

**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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds

and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

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

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

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

#### **Meaning of Internal Financial Controls with reference to Financial Statements**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the

assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**PLACE: LUDHIANA**

**DATED: 04.09.2025**

**UDIN: 25d82988BMZNTV2479**

**FOR VINAY & ASSOCIATES**

**Chartered Accountants**

**Firm Registration No-004462N**

**Peer Review Firm No-014620**

**FRN 004462N  
UDIN 082988**

**VINAY KUMAR SRIVASTAV**

**Partner**

**Mem No. 082988**

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**CONSOLIDATED BALANCE SHEET**  
**CIN: L2810PH1966PL000690**

(Rs in Lakhs)

| Particulars  | Sem. No | As at 31st March 2025 | As at 31st March 2024 |
|--|---------|-----------------------|-----------------------|
| <b>ASSETS</b>  |         |                       |                       |
| <b>Non-Current Assets</b>  |         |                       |                       |
| Property, Plant and Equipment  | 2A      | 3,586.39              | 2,110.00              |
| Capital work-in-progress   | 2B      | -                     | 403.40                |
| Intangible Property  | 3       | 12.33                 | 12.33                 |
| Other Intangible Assets  | 4       | 10.34                 | 11.82                 |
| Right-of-use Assets  | 5       | 51.94                 | -                     |
| <b>Financial Assets</b>  |         |                       |                       |
| Investments  | 6       | 1,181.72              | -                     |
| Other Non-Current Assets   | 7       | 377.39                | 100.48                |
| <b>Total Non-Current Assets</b>  |         | <b>5,428.25</b>       | <b>2,734.06</b>       |
| <b>Current Assets</b>  |         |                       |                       |
| <b>Financial Assets</b>  |         |                       |                       |
| Trade Receivables  | 8       | 2,534.96              | 2,429.60              |
| Cash and Cash Equivalents  | 10      | 196.02                | 102.60                |
| Bank balances other than Cash and cash equivalents                         | 11      | 426.22                | 216.60                |
| Loans  | 12      | 286.95                | -                     |
| Other Current Assets   | 13      | 1,355.78              | 1,360.33              |
| <b>Total Current Assets</b>  |         | <b>16,725.77</b>      | <b>6,618.16</b>       |
| <b>Total Assets</b>  |         | <b>16,154.02</b>      | <b>11,352.16</b>      |
| <b>EQUITY AND LIABILITIES</b>  |         |                       |                       |
| <b>EQUITY</b>  |         |                       |                       |
| Equity Share Capital   | 14      | 1,771.29              | 963.64                |
| Other Equity   | 15      | 4,957.38              | 3,390.33              |
| <b>Total Equity</b>  |         | <b>6,728.67</b>       | <b>4,353.98</b>       |
| <b>LIABILITIES</b>   |         |                       |                       |
| <b>Non-Current Liabilities</b>   |         |                       |                       |
| <b>Financial Liabilities</b>   |         |                       |                       |
| Borrowings   | 16      | 1,143.27              | 566.79                |
| Lease Liabilities  | 17      | 53.70                 | -                     |
| Other Financial Liabilities  | 18      | -                     | 270.00                |
| Deferred Tax Liabilities (Net)   | 19      | 143.50                | 126.35                |
| <b>Total Non-Current Liabilities</b>                                       |         | <b>1,340.47</b>       | <b>966.14</b>         |
| <b>Current Liabilities</b>   |         |                       |                       |
| <b>Financial Liabilities</b>   |         |                       |                       |
| Borrowings   | 20      | 4,377.13              | 4,120.05              |
| Lease Liabilities  | 21      | 22.51                 | -                     |
| Trade Payables   | 22      | -                     | -                     |
| Total outstanding dues of micro and small enterprises                      |         | 200.21                | 22.46                 |
| Total outstanding dues of creditors other than micro and small enterprises |         | 1,353.65              | 1,205.39              |
| Other Financial Liabilities  | 23      | 1,365.80              | 524.79                |
| Other Current Liabilities  | 24      | 148.47                | 59.38                 |
| Current Tax Liabilities (Net)  | 25      | 195.04                | 62.73                 |
| <b>Total Current Liabilities</b>   |         | <b>8,076.78</b>       | <b>6,006.11</b>       |
| <b>Total Liabilities</b>   |         | <b>9,419.25</b>       | <b>6,993.25</b>       |
| <b>Total Equity and Liabilities</b>  |         | <b>16,154.02</b>      | <b>11,352.16</b>      |
| Material accounting policies and key accounting estimates and judgements   | 1       |                       |                       |
| The accompanying notes form an integral part of the financial statements   | 2       |                       |                       |

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.064462N  
 PRACTICE REVIEW FIRM NO.014620

VINAY KUMAR SRIVASTAVA  
 PARTNER  
 M.NO : 082908

Date: 04.09.2025  
 Place: Ludhiana  
 UDIN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For MUNISH FORGE LIMITED  
 BAVINDER BHASIN

*Bavinder Bhasin* DIRECTOR

MANAGING DIRECTOR  
 DIN: 00790268

MANOJ KUMAR PANDRY

*Manoj Kumar Pandry*  
 CHIEF FINANCIAL OFFICER

For MUNISH FORGE LIMITED  
 BEV ARJUN BHASIN

*Bev Arjun Bhasin* DIRECTOR

DIRECTOR  
 DIN: 07670554

SUKHDEEP KAUR  
*Sukhdeep Kaur*  
 COMPANY SECRETARY  
 M. NO : 374339

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS**  
**CIN-U28910PB1966PLC006950**

(Rs in Lakhs)

| Particulars  | Note No | As at 31st March 2025 | As at 31st March 2024 |
|--|---------|-----------------------|-----------------------|
| Revenue from Operations  | 26      | 17,514.66             | 15,368.71             |
| Other Income   | 27      | 660.67                | 173.01                |
| <b>Total Income (I)</b>  |         | <b>17,985.26</b>      | <b>16,140.72</b>      |
| Cost of Materials Consumed   | 28      | 12,766.69             | 13,061.07             |
| Purchase of Traded Goods   |         |                       |                       |
| Changes in inventories of finished goods and work-in-progress                                      | 29      | (1,303.11)            | (1,182.98)            |
| Employee Benefits Expense  | 30      | 1,306.36              | 976.84                |
| Finance Costs  | 31      | 505.97                | 409.69                |
| Depreciation and Amortisation Expense  | 2A & 4  | 328.52                | 264.42                |
| Other Expenses   | 32      | 2,314.48              | 2,023.00              |
| <b>Total Expenses (II)</b>   |         | <b>15,982.76</b>      | <b>15,492.97</b>      |
| <b>Profit Before Tax (I-II)</b>  |         | <b>1,952.56</b>       | <b>648.66</b>         |
| <b>Tax Expense</b>   |         |                       |                       |
| (1) Current Tax  |         | (485.28)              | (310.05)              |
| (2) Deferred Tax (assets/liabilities)  |         | (13.05)               | (63.99)               |
| (3) Current taxes relating to earlier years  |         |                       |                       |
| <b>Profit after Tax</b>  |         | <b>1,444.17</b>       | <b>499.60</b>         |
| Share in Profit/(Loss) after Tax of Joint Venture (Net)  | 33      | 0.20                  |                       |
| <b>Profit for the year</b>   |         | <b>1,444.37</b>       | <b>499.60</b>         |
| <b>Other Comprehensive Income (OCI)</b>  |         |                       |                       |
| Items that will not be reclassified to profit or loss  |         |                       |                       |
| - Fair value of Trade Receivables at fair value through OCI  |         | -                     | -                     |
| - Valuation of Currency  |         | 44.56                 | 17.91                 |
| - Remeasurement of Investment Securities   |         | -                     | -                     |
| - Gain/(Loss) on Dispositions designated through OCI   |         | (3.96)                | -                     |
| - Income tax expense / (benefit) related to items that will not be reclassified to Profit and loss |         | (2.61)                | (4.51)                |
| <b>Total Other comprehensive income (Net of Tax)</b>   |         | <b>6.79</b>           | <b>13.40</b>          |
| <b>Profit attributable to:</b>   |         |                       |                       |
| Owners   |         | 1,444.37              | 499.60                |
| Non-controlling interests  |         | -                     | -                     |
| <b>Other Comprehensive Income (Loss) attributable to:</b>  |         |                       |                       |
| Owners   |         | 6.79                  | 13.40                 |
| Non-controlling interests  |         | -                     | -                     |
| <b>Total Comprehensive Income attributable to:</b>   |         |                       |                       |
| Owners   |         | 1,451.16              | 513.00                |
| Non-controlling interests  |         | -                     | -                     |
| <b>Total Comprehensive Income for the Year</b>   |         | <b>1,451.96</b>       | <b>513.00</b>         |
| <b>Earnings per Equity Share of Rs.10 Each</b>   |         |                       |                       |
| Basic (in Rs.)   | 49      | 8.78                  | 3.64                  |
| Diluted (in Rs.)   | 49      | 8.78                  | 3.64                  |
| <b>Material accounting policies and key accounting estimates</b>                                   | 1       |                       |                       |
| The accompanying notes form an integral part of the financial statements                           | 2       |                       |                       |

As per our report of even date attached:

FOR VINSAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.004462N  
 PEER REVIEW FIRM NO.014620

VINAY KUMAR SR  
 PARTNER  
 M NO : 982988

Date: 04.09.2025  
 Place: Ludhiana  
 UDIN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS

For **MUNISH FORGE LIMITED**  
 DAVINDER BHASIN

*DAVINDER BHASIN* DIRECTOR  
 MANAGING DIRECTOR  
 DIN 00780268

MANOJ KUMAR PANDEY  
*MANOJ KUMAR PANDEY*  
 CHIEF FINANCIAL OFFICER

For **MUNISH FORGE LIMITED**  
 DEV ARJUN BHASIN

*DEV ARJUN BHASIN* DIRECTOR  
 DIRECTOR  
 DIN 07670584

SUKHDEEP KAURE  
*SUKHDEEP KAURE*  
 COMPANY SECRETARY  
 M. NO : A54139

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**CONSOLIDATED STATEMENT OF CASH FLOW**  
**CIN: U09001NP1000020**

(Rs in Lakhs)

| Particulars   | As at 31st March 2023 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>A Cash flow from operating activities</b>  |                       |                       |
| Net profit before tax   | 2,082.50              | 448.65                |
| Adjustment to reconcile profit before tax to net cash flows                               |                       |                       |
| Depreciation and Amortisation Expenses  | 138.17                | 264.43                |
| Other Non-Cash Items  | (236.97)              | -                     |
| Share Issuance  | (9.11)                | 1,089                 |
| Interest Income   | (373.07)              | (11.66)               |
| Reversal/Increase of actuarial (gain)/loss  | 14.36                 | 17.91                 |
| Loss/Gain on Sale of PPE  | 0.50                  | (18.83)               |
| Interest Expenses   | 305.97                | 400.00                |
| <b>Operating profit before working capital changes</b>                                    | <b>1,251.87</b>       | <b>1,291.89</b>       |
| Adjustment for:   |                       |                       |
| Decrease/(Increase) in non-current assets   | (270.90)              | 0.74                  |
| Decrease/(Increase) in trade receivables  | (405.36)              | 72.60                 |
| Decrease/(Increase) in exchange rate gain/loss trade receivables                          | -                     | -                     |
| Decrease/(Increase) in other current assets   | (172.88)              | (21.99)               |
| Decrease/(Increase) in inventories  | (1,226.61)            | (1,229.60)            |
| (Decrease)/ Increase in trade payables  | 231.98                | 500.00                |
| (Decrease)/ Increase in other financial liabilities                                       | 389.61                | 133.54                |
| (Decrease)/ Increase in other current liabilities   | 89.08                 | (200.00)              |
| <b>Cash generated from operations</b>   | <b>966.19</b>         | <b>519.20</b>         |
| Dividend received (net)   | (452.97)              | (138.94)              |
| <b>Net cash generated from operating activities</b>                                       | <b>513.22</b>         | <b>380.26</b>         |
| <b>B Cash Used in investing activities</b>  |                       |                       |
| Purchase of property, plant and equipment and Intangible assets, Capital Work in Progress | (3,310.78)            | (391.93)              |
| Proceeds from sale of property, plant and equipment                                       | 0.50                  | 102.48                |
| Share Received  | 0.11                  | 1,089                 |
| Interest received   | 305.07                | 21.69                 |
| <b>Net Cash used in investing activities</b>  | <b>(2,999.09)</b>     | <b>(465.87)</b>       |
| <b>C Cash Used in financing activities</b>  |                       |                       |
| Repayments in Long Term Borrowings  | (294.87)              | (442.11)              |
| Receipt in Long Term Borrowings   | 261.86                | (281.13)              |
| Receipt/Repayment in Short Term Borrowings  | 747.78                | 401.36                |
| Dividend Payment or Lease Liabilities   | (21.58)               | -                     |
| Interest paid   | (305.97)              | (400.00)              |
| <b>Net Cash used in financing activities</b>  | <b>(79.77)</b>        | <b>(718.87)</b>       |
| <b>D Net Increase in cash and cash equivalent (A+B+C)</b>                                 | <b>302.83</b>         | <b>(80.17)</b>        |
| <b>Cash and Cash equivalents</b>  |                       |                       |
| At the beginning of the year  | 330.21                | 1,121.48              |
| At the end of the year  | 623.04                | 320.21                |
| <b>Components of Cash and Cash Equivalents</b>  |                       |                       |
| Balance with Banks  | 181.86                | 30.81                 |
| Cheque/ draft on hand   | -                     | 86.16                 |
| Cash on Hand  | 1.87                  | 6.63                  |
| Others  | 1.90                  | -                     |
| Bank balances other than Cash and cash equivalents  | (26.60)               | 216.60                |
| <b>Total</b>  | <b>623.04</b>         | <b>320.21</b>         |

Material accounting policies and key accounting estimates and judgements (Refer Note 1)

The accompanying notes form an integral part of the financial statements (Refer Note 2)

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO:09044629  
 PEER REVIEW FIRM NO:014628

VINAY KUMAR SHIVANTA  
 PARTNER  
 M NO : 882988

Date: 04.09.2025  
 Place: Ludhiana  
 CHN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS:  
 For MUNISH FORGE LIMITED For MUNISH FORGE LIMITED  
 RAVINDER BHASIN DEVI ARJUN BHASIN

*Ravinder Bhasin* DIRECTOR  
 MANAGING DIRECTOR  
 DIN: 6070260

*Devi Arjun Bhasin* DIRECTOR  
 DIRECTOR  
 DIN: 0767854

MANGI KUMAR PANDAY  
*Mangi Kumar Pandey*  
 CHIEF FINANCIAL OFFICER

SURINDER KAUR  
*Surinder Kaur*  
 COMPANY SECRETARY  
 SE NO : 43439

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

(Rs. in Lakhs)

| <b>A. Equity Share Capital</b>            |                       |          |                       |
|---|-----------------------|----------|-----------------------|
| Particulars                               | As at 31st March 2025 |          | As at 31st March 2024 |
| Balance as at the beginning of the period |                       | 903.01   | 903.01                |
| Add: Shares issued during the year        |                       | 174.30   | -                     |
| Less: Bonus Shares issued during the year |                       | (874.55) | -                     |
| Balance as at the end of the year         |                       | 1,771.36 | 903.04                |

(Rs. in Lakhs)

| <b>B. Other Equity</b>     |                      |                 |                   |  |          |
|----------------------------|----------------------|-----------------|-------------------|--|----------|
| Particulars                | Dividend and Surplus |                 |                   | OCI                                      | Total    |
|                            | Share Premium        | General Reserve | Retained Earnings | Reassessment of net defined benefit plan |          |
| Balance as on 01.04.2023   | 1,401.04             | 1.57            | 1,470.24          | 10.47                                    | 2,883.32 |
| Profit for the year        | -                    | -               | 499.00            | -  | 499.00   |
| Other Comprehensive Income | -                    | -               | -                 | 11.00                                    | 11.00    |
| Total for the year         | 1,401.04             | 1.57            | 1,969.24          | 21.47                                    | 3,793.30 |
| Income Tax credit          | -                    | -               | -                 | -  | -        |
| Balance as on 31.03.2024   | 1,401.04             | 1.57            | 1,969.24          | 21.47                                    | 3,793.30 |
| Profit for the year        | -                    | -               | 1,444.12          | -  | 1,444.12 |
| Other Comprehensive Income | -                    | -               | -                 | -  | -        |
| Total for the year         | 1,401.04             | 1.57            | 3,413.36          | 21.47                                    | 4,840.60 |
| Issue of Bonus Shares      | -                    | -               | (674.55)          | -  | (674.55) |
| Allotment of new shares    | 1,052.28             | -               | -                 | -  | 1,052.28 |
| Other Comprehensive Income | -                    | -               | -                 | 6.79                                     | 6.79     |
| Adjustment                 | -                    | -               | (161.80)          | -  | (161.80) |
| Balance as on 31.03.2025   | 2,453.32             | 1.57            | 2,777.84          | 30.66                                    | 4,963.39 |

Material accounting policies and key accounting estimates and judgements (Refer Note 1)  
 The accompanying notes form an integral part of the financial statements (Refer Notes 2)

As per our report of even date attached

FOR VINAY & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGISTRATION NO.0044455  
 PEER REVIEW FIRM NO.

VINAY KUMAR  
 PARTNER  
 M. NO. : 002988

Date: 04.09.2025  
 Place: Ludhiana  
 UDIN:



FOR AND ON BEHALF OF BOARD OF DIRECTORS  
 For MUNISH FORGE LIMITED

DAVINDER BHASIN  
 Director  
 MANAGING DIRECTOR  
 DIN 0078269

MANU KUNJAR PANDAY  
 Chief Financial Officer

For MUNISH FORGE LIMITED  
 DEV ARJUN BHASIN

Director  
 DIRECTOR  
 DIN 0070554

SUKHDEEP KHAUR  
 Company Secretary  
 M. NO. : 434109

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

**1. CORPORATE INFORMATION**

a) **Munish Forge Limited** is a Public Company domiciled in India originally incorporated as "Gaisu Forge Private Limited" having Corporate Identification Number **U28910PB1986PLC006950**. Our Company was originally incorporated on July 25, 1986, as a Private Limited Company. Our registered office is **Village Gobindgarh, Adjoining Phase-VII, Focal Point, Ludhiana**. The Company is engaged in manufacture components like Flange, Scaffolding, Auto parts, tank tracks chains, bomb shells, fence post as per customer specifications and International Standard catering to the requirements of Indian Army and various industries such as Defence, Oil and Gas, Tractor, Automobile, Railways, Construction and Infrastructure.

b) The Company's manufacturing facilities are located at Fiscal Point, Ludhiana, Punjab.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1 BASIS OF PREPARATION:**

a) The Consolidated Financial Statements of the Company have been prepared in accordance with and in compliance, in all material aspects, with Indian Accounting Standards (IND AS) notified under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules, as amended and other provisions of the act. The presentation of the Consolidated Financial Statements is based on IND AS Schedule III of the Companies Act 2013. The Consolidated Financial Statements have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair value at the end of each reporting period.

b) The Consolidated Financial Statements are presented in Indian Rupees ('INR') and all values are rounded to nearest lakhs (INR 00,000), except when otherwise indicated.

c) Current and non-current classification :

All assets and liabilities have been classified as current or non-current based on the Company's normal operating cycle as per the criteria set out in the Schedule III to the Act. The company's operating cycle is considered to be period of twelve months.

**2.2 USE OF ESTIMATES**

The preparation of Consolidated Financial Statements in conformity with Indian GAAP, which requires the management to make judgements, estimates and assumptions that affect the reported amount of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring the material adjustments to the carrying amount of assets or liabilities in future periods.

**2.3 Revenue recognition**

Revenue is recognised at fair value of the consideration received or receivable. The amount disclosed as revenue is inclusive of and net of returns, trade discounts, Goods & Service Tax related taxes and amount collected on behalf of third parties.

The company recognizes revenue when the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the entity.

i) Sale of goods

Revenue is recognized when there is reasonable assurance that significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be reliably estimated and there is no continuing effective control or managerial involvement with the goods and the amount of revenue can be measured reliably. Revenue is recognized in respect of export sales in similar manner.

ii) Export incentives

Revenue in respect of export incentives / benefits are accounted for on accrual basis post export sales.

iii) Interest

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

**iv) Insurance Claim**

Claims with insurance companies are accounted on accrual basis to the extent, no significant uncertainty exists and these are measurable and ultimate collection is reasonably certain.

**v) Compensation Received**

Keeping in view the certainty factor about the payment to be received, company has decided to consider the same as income on receipt basis.

**v) Duty Drawback income is recognised on accrual basis post export sales.**

**vi) Commission income is recognised on accrual basis.**

**2.4 INVENTORIES**

**a) Basis of valuation:**

i) Inventories other than scrap materials are valued at lower of cost and net realizable value after providing cost of obsolescence, if any. The comparison of cost and net realizable value is made on an item-by-item basis.

ii) Inventory of scrap materials have been valued at net realizable value.

**b) Method of Valuation:**

i) Cost of raw materials has been determined by using First In First Out (FIFO) method comprising of all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.

ii) Stores and spares are valued at lower of historical cost or net realizable value. However materials & other items held for use in the production of inventories are not written below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

iii) Work in progress is valued at raw material cost plus conversion cost depending upon the stage of completion.

iv) Finished goods are valued at lower of historical cost or net realizable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. By products are valued at net realizable value.

v) Cost of traded goods has been determined by using First In First Out (FIFO) method and comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.

**2.5 FINANCIAL INSTRUMENTS**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

The Company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss)
- Those measured at amortised cost

**Initial recognition and measurement**

On initial recognition, all the financial assets and liabilities are recognized at their fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability except financial asset or financial liability measured at fair value through profit or loss account. Transaction costs of financial asset and liabilities carried at fair value through profit and loss are immediately recognized in the Statement of Profit or Loss.

**Subsequent Measurement (Non-Derivative Financial Instrument)**

**(A) Current versus Non-Current Classification**

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

**An asset is treated as current when it is:**

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or Cash Equivalent unless restricted from being exchanged or used to settle liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

**A liability is treated as current when:**

- It is expected to be settled in normal operating cycle;
  - It is held primarily for the purpose of trading;
  - It is due to be settled within twelve months after the reporting period; or
  - There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- All other liabilities are classified as non-current.

Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified **twelve months** as its operating cycle.

**(B) Fair Value Measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

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 is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices in active markets for identical assets or liabilities that entity can access at measurement date;
- Level 2 inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

For assets and liabilities that are recognised in the Consolidated Financial Statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (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.

**(C) Foreign Currency**

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

**(i) Functional and Presentation Currency**

The Consolidated Financial Statements of the Company are presented using Indian Rupee (Rs.), which is also our functional currency i.e. currency of the primary economic environment in which the company operates.

**(ii) Transactions and Balances**

Foreign currency transactions are translated into the respective functional currency using the exchange rates at the dates of the transactions. 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 year end exchange rates are recognized in profit or loss.

**2.6 Use of Estimates and Judgments**

In preparing the Consolidated Financial Statements, the Management has to make certain assumptions and estimates that may substantially impact the presentation of the Company's financial position and/ or results of operations.

The estimates and judgments used in the preparation of the Consolidated Financial Statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Although the Company regularly assesses these estimates, actual results may differ from these estimates. Changes in estimates are recorded in the periods in which they become known.

**2.7 Summary of Material accounting policies**

**(a) Property, Plant & Equipment**

**Measurement at recognition:**

An item of property, plant and equipment that qualifies as an asset is measured on initial recognition at cost. Following initial recognition, items of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses.

The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discounts and rebates are deducted in arriving at the purchase price. Cost includes cost of replacing a part of a plant and equipment if the recognition criteria are met. Expenses directly attributable to new manufacturing facility during its construction period are capitalized if the recognition criteria are met. Expenditure related to plans, designs and drawings of buildings or plant and machinery is capitalized under relevant heads of property, plant and equipment if the recognition criteria are met.

Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred.

**Capital work in progress and Capital advances:**

Cost of assets not ready for intended use, as on the balance sheet date, is shown as capital work in progress. Advances given towards acquisition of fixed assets outstanding at each balance sheet date are disclosed as Other Non-Current Assets.

**Transition to Ind AS**

On transition to Ind AS, the Company has elected to consider the carrying value of all its property, plant and equipment appearing in the Consolidated Financial Statements prepared in accordance with Accounting Standards notified under Section 133 of the Act, read together with Rule 7 of the Companies (Accounts) Rules, 2014, and used the same as deemed cost in the Opening Ind AS Balance Sheet as at 1st April 2022.

**Depreciation and Amortisation**

Depreciation on each part of an item of property, plant and equipment is provided using the SLM Method based on the useful life of the assets as prescribed in Schedule II to the Act after reducing 5% salvage value. Property Plant and Equipment which have reached their useful life have been recorded at salvage value.

The Estimated useful lives of the assets are as follows:

| <b>Asset Class</b>   | <b>Useful Life (in Years)</b> |
|----------------------|-------------------------------|
| Building             | 30                            |
| Building (Tubewell)  | 5                             |
| Furniture & Fixtures | 10                            |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

|                                 |    |
|---------------------------------|----|
| Intangible Assets (Software)    | 0  |
| Machinery                       | 15 |
| Machinery (Electric Firing)     | 10 |
| Machinery (Computer)            | 3  |
| Motor Vehicles (Scooter, cycle) | 10 |
| Motor Vehicles                  | 8  |
| Office Equipment                | 5  |

The estimated useful life, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

**Derecognition:**

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

**ROU Asset**

At the date of commencement of the lease, the Company recognizes a Right-of-Use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. The ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

**(b) Investment property**

Properties held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs and borrowing costs capitalised for qualifying assets. Policies with respect to depreciation, useful life and derecognition are followed on the same basis as stated for PPE above.

**(c) Intangible Assets**

**Measurement at recognition:**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment loss, if any.

The Company had elected to consider the carrying value of all its intangible assets appearing in the Consolidated Financial Statements prepare in accordance with Accounting Standards notified under the section 133 of the Act, read together with Rule 7 of the Companies (Accounts) Rules, 2014.

**Amortisation:**

Intangible Assets with finite lives are amortised on a written down value basis over the estimated useful economic life. The amortisation expense on intangible assets with finite lives is recognized in the Statement of Profit and Loss.

The amortisation period and the amortisation method for an intangible asset with finite useful life is reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate.

**Derecognition:**

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an intangible asset is measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset and is recognized in the Statement of Profit and Loss when the asset is derecognized.

**2.8 Impairment of assets**

**4. Financial Assets**

The company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss.

Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets expected credit losses are measured at an amount equal to the 12 month ECL unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in statement of profit or loss.

**b) Non-Financial Assets**

**Intangible assets and property, plant and equipment**

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for cash generating unit to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net off any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior year.

**2.9 Foreign exchange transactions/translation**

**a) Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**b) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost (denominated in a foreign currency) are reported using the exchange rate at the date of the transaction, and non-monetary items which are carried at fair value or other similar valuation (denominated in a foreign currency) are reported using the exchange rates that existed when the values were determined.

**c) Forward exchange contracts not intended for trading or speculation purposes**

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

**2.10 Employee benefits**

**i. Short Term Employee Benefits**

Short Term Employee Benefits are recognized as an expense on an undiscounted basis in the statement of Profit and loss of the year in which the related service is rendered.

**ii. Post Employee Benefits**

**i) Defined Contribution Plans**

**1) Provident Fund & ESI**

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The company makes contribution to Statutory Provident Fund and Employee State Insurance in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance Act, 1948 which is a defined contribution plan and contribution paid or payable is recognized as an expense in the period in which services are rendered by the employee.

**b) Defined Benefit Plans**

**Gratuity**

The company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees of the company. The gratuity plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the company.

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements),
- net interest expense or income; and
- Remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item "Employee benefits expense". Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognised in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

**2.11 Taxes on income**

Income tax expense comprises current tax and deferred tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity or other comprehensive income, in which case, it is also recognized in equity or other comprehensive income respectively.

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred tax is recognized in respect of temporary differences arising between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes (including those arising from consolidation adjustments such as unrealized profit on inventory etc.). Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

**2.12 Borrowing cost**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

#### **2.13 Provisions, contingent liabilities and contingent assets**

A provision is recognized when there is a present obligation as a result of a past event and 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 obligation. A contingent liability is recognized for:

- i. a present obligation that arises from past events but is not recognized as a provision because either the possibility that an outflow of resources embodying economic benefits will be required to settle the obligation is remote or a reliable estimate of the amount of the obligation cannot be made; and
- ii. a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company. Contingent assets are neither accounted for nor disclosed in the Consolidated Financial Statements. 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 recognised as a finance cost.

#### **2.14 Earnings per share**

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

#### **2.15 Cash and cash equivalents**

Cash and cash equivalents comprises cash at bank and in hand.

#### **2.16 Events after reporting date**

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the Consolidated Financial Statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

#### **2.17 Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet, if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

#### **2.18 Use Of Critical Estimates, Judgments And Assumptions**

The preparation of the Company's Consolidated Financial Statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

#### **2.19 Recent Accounting Pronouncements**

The Ministry of Corporate Affairs (MCA), through the Companies (Indian Accounting Standards) Amendment Rules, 2025 and Companies (Indian Accounting Standards) Second Amendment Rules, 2025, has notified several amendments to Ind AS which will be applicable to the Company with effect from the financial year beginning **April 1, 2025**, unless otherwise stated. A summary of the key changes and their expected impact is provided below:

##### **1. Ind AS 21 – Effects of Changes in Foreign Exchange Rates**

The amendment clarifies the exchange rate to be used for foreign currency transactions involving advance payments or receipts. Specifically, the date of the transaction for determining the exchange rate is the date on which the advance payment or receipt is initially recognised (i.e., when the related non-monetary asset or liability is recorded). This means the foreign currency component of the advance is not subsequently retranslated until the related asset, expense, income, or liability is recognised. The Company is evaluating the potential impact of this amendment on its accounting policies and Consolidated Financial Statements. Based on preliminary assessment, the amendment is not expected to have a material impact on the Company's financial position or performance.

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The Company will apply the amendment **prospectively** for the financial year beginning 1st April 2025.

**2. Ind AS 12 – Income Taxes (Pillar Two Global Minimum Tax)**

The amended standard becomes effective for accounting periods beginning on or after **April 1, 2025**.

The Company has assessed the applicability of these amendments and confirms that it is **not part of a multinational group** that meets the consolidated revenue threshold of **€750 million (approximately ₹6,800 crore)** in two of the four preceding financial years.

Accordingly, the Company expects that these amendments to Ind AS 12 will **not have any impact** on its financial position or performance for the foreseeable future. The Company will continue to monitor developments in applicable tax legislation and reassess its position in future reporting periods, if required.

**3. Editorial Amendments to Ind AS 10, 108, 109, and 115**

These amendments primarily relate to improvements in language, structure, and internal consistency with **no impact** on recognition, measurement, or disclosure principles. The Company does not expect any material impact from the adoption of these amendments, which will become effective from April 1, 2025.

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**2A Property, Plant and Equipment**

(Rs. in Lakhs)

| Particulars                                | Freehold Land | Buildings | Plant & Equipment | Furniture & Fixtures | Vehicles | Office Equipment | Computers | Total    |
|--|---------------|-----------|-------------------|----------------------|----------|------------------|-----------|----------|
| <b>Gross Carrying Amount (Deemed Cost)</b> |               |           |                   |                      |          |                  |           |          |
| Balance as at 1st April, 2023              | 123.47        | 1,020.05  | 4,264.48          | 109.52               | 483.43   | 98.97            | 111.25    | 6,211.07 |
| Additions during the year                  | -             | -         | 82.25             | 0.41                 | -        | 12.11            | 3.71      | 98.48    |
| Disposals during the year                  | -             | -         | 104.85            | -                    | 27.00    | -                | -         | 126.85   |
| Balance as at 31 March, 2024               | 123.47        | 1,020.05  | 4,241.88          | 109.93               | 461.43   | 110.98           | 114.96    | 6,182.70 |
| Additions during the year                  | -             | -         | 1,753.10          | 10.25                | -        | 24.72            | 6.51      | 1,794.38 |
| Disposals during the year                  | -             | -         | -                 | -                    | 25.99    | -                | -         | 25.99    |
| Right of use Asset (Building)              | -             | -         | -                 | -                    | -        | -                | -         | -        |
| Balance as at 31st March, 2025             | 123.47        | 1,020.05  | 5,994.97          | 120.18               | 435.44   | 135.70           | 121.28    | 7,981.09 |
| <b>Accumulated Depreciation</b>            |               |           |                   |                      |          |                  |           |          |
| Balance as at 1st April, 2023              | -             | 415.34    | 2,973.61          | 81.37                | 211.38   | 78.40            | 100.36    | 3,860.46 |
| Depreciation expense for the year          | -             | 32.27     | 172.75            | 3.37                 | 44.95    | 5.44             | 3.61      | 262.39   |
| Eliminated on disposal of asset            | -             | -         | 29.30             | -                    | 20.90    | -                | -         | 50.20    |
| Balance as at 31 March, 2024               | -             | 447.61    | 3,117.06          | 84.74                | 235.43   | 83.84            | 103.97    | 4,072.65 |
| Depreciation expense for the year          | -             | 32.27     | 224.81            | 5.80                 | 42.45    | 6.75             | 4.68      | 316.77   |
| Eliminated on disposal of asset            | -             | -         | -                 | -                    | 24.69    | -                | -         | 24.69    |
| Right of use Asset (Building)              | -             | -         | -                 | -                    | -        | -                | -         | -        |
| Balance as at 31st March, 2025             | -             | 479.88    | 3,341.87          | 90.54                | 253.19   | 90.59            | 108.66    | 4,364.73 |
| <b>Net Carrying amount</b>                 |               |           |                   |                      |          |                  |           |          |
| Balance as at 31 March, 2024               | 123.47        | 572.44    | 1,124.82          | 25.19                | 226.00   | 27.14            | 10.99     | 2,110.00 |
| Balance as at 31st March, 2025             | 123.47        | 540.17    | 2,653.10          | 29.64                | 182.25   | 45.12            | 12.62     | 3,586.39 |

**2A(i) Details of Title Deeds of immovable Property not held in the name of the Company.**

The Company does not have any Immovable Property whose title deeds are not held in the name of the Company.

## 2B Capital work-in-progress

(Rs. in Lakhs)

| Particulars                           | Buildings     | Plant & Machinery | Total         | Amount in CWIP for a Period of |           |           |                   | Total         |
|---------------------------------------|---------------|-------------------|---------------|--------------------------------|-----------|-----------|-------------------|---------------|
|                                       |               |                   |               | Less than 1 year               | 1-2 years | 2-3 Years | More than 3 years |               |
| <b>Balance as at 1st April, 2023</b>  | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Additions                             | 493.40        | -                 | 493.40        | 493.40                         | -         | -         | -                 | 493.40        |
| Deductions                            | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Adjustments during the period         | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Capitalisation                        | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| <b>Balance as at 31st March, 2024</b> | <b>493.40</b> | <b>-</b>          | <b>493.40</b> | <b>493.40</b>                  | <b>-</b>  | <b>-</b>  | <b>-</b>          | <b>493.40</b> |
| Additions                             | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Deductions                            | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Adjustments during the period         | -             | -                 | -             | -                              | -         | -         | -                 | -             |
| Capitalisation                        | 493.40        | -                 | 493.40        | 493.40                         | -         | -         | -                 | 493.40        |
| <b>Balance as at 31st March, 2025</b> | <b>-</b>      | <b>-</b>          | <b>-</b>      | <b>-0.00</b>                   | <b>-</b>  | <b>-</b>  | <b>-</b>          | <b>-0.00</b>  |

Note: No Project is temporarily suspended or has exceeded the budget.

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**3 Investment Property**

(Rs in Lakhs)

| Particulars                     | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------|-----------------------|-----------------------|
| <b>Gross Carrying Amount</b>    |                       |                       |
| Opening Balance as on 1st April | 12.35                 | 12.35                 |
| Additions during the year       | -                     | -                     |
| Disposals / Transfers           | -                     | -                     |
| Closing Balance                 | 12.35                 | 12.35                 |
|                                 |                       |                       |
| <b>Accumulated Depreciation</b> |                       |                       |
| Opening balance                 | -                     | -                     |
| Depreciation for the year       | -                     | -                     |
| Disposal / Adjustment           | -                     | -                     |
| Closing Balance                 | -                     | -                     |
|                                 |                       |                       |
| <b>Net Carrying Amount</b>      | <b>12.35</b>          | <b>12.35</b>          |

**4 Intangible Assets**

(Rs. in Lakhs)

| Particulars                                      | Software      | Total         |
|--|---------------|---------------|
| <b>Gross Carrying Amount</b>                     |               |               |
| Balance as at 1 <sup>st</sup> April, 2023        | 118.25        | 118.25        |
| Additions during the year                        | -             | -             |
| Deductions during the year                       | -             | -             |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>118.25</b> | <b>118.25</b> |
| Additions during the year                        | 9.80          | 9.80          |
| Deductions during the year                       | -             | -             |
| <b>Balance as at 31st March, 2024</b>            | <b>128.05</b> | <b>128.05</b> |

|  |               |               |
|--|---------------|---------------|
|  |               |               |
| <b>Accumulated amortization</b>                  |               |               |
| <b>Balance as at 1st April, 2023</b>             | <b>104.37</b> | <b>104.37</b> |
| Amortization expense for the year:               | 2.06          | <b>2.06</b>   |
| Deductions for the year                          | -             | -             |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>106.43</b> | <b>106.43</b> |
| Amortization expense for the year:               | 2.88          | <b>2.88</b>   |
| Deductions for the year                          | -             | -             |
| <b>Balance as at 31st March, 2024</b>            | <b>109.31</b> | <b>109.31</b> |
|  |               |               |
| <b>Net Carrying amount</b>                       |               |               |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | <b>11.82</b>  | <b>11.82</b>  |
| <b>Balance as at 31st March, 2024</b>            | <b>18.74</b>  | <b>18.74</b>  |

Notes: The amortization expense of intangible assets has been included under 'Depreciation and amortization expense' in the Statement of Profit and Loss.

5 Right-of-use Assets\*

The changes in the carrying value of right-of-use assets for the year ended March 31, 2025 are as follows:

| Particulars   | Category of RoU Asset | Total         |
|---|-----------------------|---------------|
|   | Building              |               |
| <b>Balance as at April 1, 2023</b>                  | -                     | -             |
| Additions   |                       | -             |
| Disposals   |                       | -             |
| Cost as at 31 March 2024                            |                       | -             |
| Accumulated amortisation as at 1 April 2023         | -                     | -             |
| Amortization charge for the year                    | -                     | -             |
| Reversal on Disposal of assets                      |                       | -             |
| <b>Accumulated amortisation as at 31 March 2024</b> | -                     | -             |
| <b>Net Carrying Amount as at 31 March 2024</b>      | -                     | -             |
|   |                       | -             |
| <b>Balance as at April 1, 2024</b>                  | -                     | -             |
| Additions/Reclassification                          | 61.43                 | <b>61.43</b>  |
| Disposals   | -                     | -             |
| Cost as at 31 March 2025                            | 61.43                 | <b>61.43</b>  |
| Accumulated amortisation as at 1 April 2024         | -                     | -             |
| Amortization charge for the year                    | 21.58                 | <b>21.58</b>  |
| Reversal on Disposal of assets                      | -11.79                | <b>-11.79</b> |
| <b>Accumulated amortisation as at 31 March 2025</b> | 9.79                  | <b>9.79</b>   |
| <b>Net Carrying Amount as at 31 March 2025</b>      | 51.64                 | <b>51.64</b>  |

\*Refer Note 43

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**6 Non Current Investments\***

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Investment in Unquoted Investments (Fully paid up)<br>(At Amortised Cost) | -                     | -                     |
| Initial Investment (Share Swap Consideration)                             | 1,183.48              | -                     |
| Add: Share of Profit/(Loss)   | 0.20                  | -                     |
| Less: Foreign Exchange Translation Loss (OCI)                             | (3.96)                | -                     |
| <b>Total</b>  | <b>1,181.72</b>       | <b>-</b>              |

\*Refer Note 55

**7 Other Non-Current Assets**

(Rs in Lakhs)

| Particulars                            | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| (Unsecured, considered Good)           |                       |                       |
| Capital Advances                       | 94.00                 | 5.02                  |
| Net Defined Benefit Asset <sup>2</sup> | 14.40                 | -                     |
| Preliminary Exps                       | 7.66                  | -                     |
| Security Deposits                      | 360.47                | 101.47                |
| <b>Total</b>                           | <b>577.39</b>         | <b>106.49</b>         |

\*Refer Note 17

**8 Inventories**

(Rs in Lakhs)

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Raw Materials    | 145.80                | 575.16                |
| Work-in-Progress | 4,083.79              | 2,810.64              |
| Finished Goods   | 390.75                | 284.51                |
| Scrap            | 82.57                 | 74.85                 |
| Stock in Trade   | -                     | -                     |
| Stores & Spares  | 1,402.08              | 1,053.78              |
| <b>Total</b>     | <b>6,025.55</b>       | <b>4,798.94</b>       |

**9 Trade Receivables**

(Rs in Lakhs)

| Particulars                              | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Unsecured:</b>                        |                       |                       |
| Considered good                          | 2,560.57              | 2,129.60              |
| Considered doubtful                      | -                     | -                     |
| Exchange Rate Gain on Foreign Debtors    | -                     | -                     |
| Credit Impaired                          | -                     | -                     |
|  | <b>2,560.57</b>       | <b>2,129.60</b>       |
| Less: Allowance for Expected Credit Loss | 35.61                 | -                     |
| <b>Total</b>                             | <b>2,534.96</b>       | <b>2,129.60</b>       |

| Ageing schedule for Trade Receivables          | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| Underbilled                                    | -                     | -                     |
| Unbilled                                       | -                     | -                     |
| Undisputed Trade Receivables – credit impaired | -                     | -                     |
| Undisputed Trade receivables – considered good |                       |                       |
| Less than 6 months                             | 2,457.07              | 1,053.23              |
| 6 months -1 yr                                 | 39.84                 | 10.06                 |
| 1-2 Years                                      | 7.30                  | 9.72                  |
| 2-3 Years                                      | 66.28                 | 15.73                 |
| More than 3 years                              | 46.08                 | 40.86                 |
| <b>Total</b>                                   | <b>2,560.57</b>       | <b>2,129.60</b>       |

**10 Cash and Cash Equivalents**

(Rs in Lakhs)

| Particulars           | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------|-----------------------|-----------------------|
| Balance with Banks    | 154.86                | 50.81                 |
| Cheque, draft on hand | -                     | 46.16                 |
| Cash on Hand          | 7.97                  | 0.63                  |
| Others                | 3.98                  | -                     |

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Notes to Consolidated Financial Statements as on 31.03.2025

|       |        |        |
|-------|--------|--------|
| Total | 196.82 | 103.60 |
|-------|--------|--------|

**11 Bank balances other than Cash and cash equivalents**

(Rs in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Balances with Banks</b>   |                       |                       |
| Term Deposits with (original maturity more than 3 months but less than equal to 12 months) |                       |                       |
| SBI Margin Money   | 2.74                  | 2.57                  |
| Axis Bank Margin Money   | 227.30                | 214.04                |
| SIDBI FDR No. LDHFD13420   | 196.18                | -                     |
| <b>Total</b>   | <b>426.22</b>         | <b>216.68</b>         |

\*SIDBI FDR has been created as a security against loan and lender has placed a lien on such FDR

**12 Loan**

(Rs in Lakhs)

| Particulars                         | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------------|-----------------------|-----------------------|
| <b>(Unsecured, considered Good)</b> |                       |                       |
| Advances to related party           | 286.95                | -                     |
| <b>Total</b>                        | <b>286.95</b>         | <b>-</b>              |

| Particulars           | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------|-----------------------|-----------------------|
| Teedib Industries Ltd | 286.95                | -                     |

**13 Other Current Assets**

(Rs in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>(Unsecured, considered Good)</b>  |                       |                       |
| Balances with Government Authorities   | 861.69                | 861.66                |
| Advances to Suppliers  | 197.72                | 271.78                |
| Advances to Employees  | 34.33                 | -                     |
| Net Defined Benefit Asset*   | 28.36                 | 71.75                 |
| Other Current Assets (Advances to employees, Recoverables and Net Defined Benefit Asset) | 194.17                | 234.97                |
| <b>Total</b>   | <b>1,255.28</b>       | <b>1,369.35</b>       |

\*Refer Note 37

**16 Borrowings (Non-Current)**

(Rs in Lakhs)

| Particulars                                 | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Secured:</b>                             |                       |                       |
| From Bank                                   | 1,475.78              | 215.98                |
| From Others                                 | -                     | -                     |
| Less: Current liabilities of Long term Debt | (330.50)              | (129.19)              |
| <b>Total</b>                                | <b>1,143.27</b>       | <b>86.79</b>          |

**Note:**

**Details of Securities and Terms of repayment of Borrowings from Bank**

| Particulars  | Outstanding as on 31.03.2025 |
|--|------------------------------|
| 1) Secured Car Loan of from ICICI Bank Rs 51.90 Lakh payable in 84 monthly installments of Rs. 610 Lakhs with an interest rate of 8.5% p.a., secured by Hypothecation of Car   | 1.98                         |
| 2) Secured Term Loan from SIDBI for the purpose of purchasing amounting to Rs 614.52 Lakhs, out of which Rs. 549.61 Lakhs has been disbursed up to 31.12.2024, are payable in 54 monthly installments of Rs. 11.57 Lakhs starting from January 2025 at an interest rate of 8.50% p.a., hypothecated with 2000 KW | 603.15                       |

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Notes to Consolidated Financial Statements as on 31.03.2025

|  |        |
|--|--------|
| 3) Secured Loan of Rs 100 Lakh from Indusind Bank for the purpose of business payable in 60 monthly installments of Rs 1.78 Lakh at an interest rate of 9.50% p.a., secured by Immovable property held in the  | 128.18 |
| 4) Secured Loan against Property from IDFC Bank of Rs 490 Lakh payable in 84 monthly installments of Rs 7.95 Lakh at an interest rate of 9.25% p.a., secured by hypothecation of Landhold Industrial Plot No. C-12B, Focal Point, Dhandari Kalam   | 380.58 |
| 5) Secured Car Loan from Axis Bank of Rs 145 Lakh payable in 48 monthly installments of Rs 3.58 Lakh at an interest rate of 8.55% p.a., secured by hypothecation of car  | 75.07  |
| 6) Secured Loan from Axis Bank of Rs 300 Lakh payable in 60 monthly installments of Rs 11.67 Lakh at an interest rate of 9.25% p.a., secured by hypothecation of Factory land and building located at VII Gobindgarh, Phase VII Focal Point, Ludhiana and Residential house of Director, Darvinder Kumar Bhatia located at XXXV, (154/B) 15/16, Plot No. 12,13,14 Bagharwala Enclave, Banawali Avenue, Ludhiana. | 283.94 |
| <b>Total</b>   | -      |

**17 Lease Liabilities (Current)**

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Lease Liability* | 53.70                 | -                     |
| <b>Total</b>     | <b>53.70</b>          | -                     |

\*Refer Note 17

**18 Other Financial Liabilities**

(Rs in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Preference Share Capital (90000 shares of Rs. 100 each and securities premium of Rs. 180 Lakhs) | -                     | 270.00                |
| <b>Total</b>  | -                     | <b>270.00</b>         |

**19 Deferred Tax Liabilities (Net)**

(Rs in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Deferred tax Liabilities / (Assets) in relation to:</b> |                       |                       |
| Depreciation Timing Differences                            | 142.07                | 122.57                |
| Provision for Expected Credit losses on Trade Receivables  | 18.44                 | -                     |
| Valuation of Gratuity                                      | 2.88                  | 6.78                  |
| <b>Total</b>   | <b>143.50</b>         | <b>129.35</b>         |

**20 Borrowings (Current)**

(Rs in Lakhs)

| Particulars                                | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| Current maturities of Long-term borrowings | 330.50                | 129.19                |
| <b>Secured:</b>                            |                       |                       |
| From Bank                                  | 3,767.37              | 3,384.51              |
| <b>Unsecured:</b>                          |                       |                       |
| From Bank                                  | -                     | -                     |
| From Directors                             | 307.94                | 263.34                |
| From Others                                | 471.31                | 353.31                |
| <b>Total</b>                               | <b>4,877.13</b>       | <b>4,129.35</b>       |

| Particulars   | As at 31st March 2025 |
|---|-----------------------|
| <b>Secured</b>  |                       |
| <b>From Banks</b>   |                       |
| a) From Axis Bank, cash credit limit of Rs. 1800 Lakhs, Letter of Credit Rs. 1265 Lakhs, Bank Guarantee (PBG/PBG) Rs. 600 Lakhs and LEB/C Rs. 350 Lakhs | 850.61                |
| Axis Bank PCTC USD A/C No 9170800192096553  | 1,352.71              |
| Axis Bank LC PAYABLE A/C  | 583.44                |
| Axis Bank LTD-EPIC A/C 9230800199804207   | <b>2,886.76</b>       |

**MUNISH FORGE LIMITED**  
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Notes to Consolidated Financial Statements as on 31.03.2025

|  |  |          |
|--|--|----------|
|  |  |          |
| b) From Yes Bank Limit of Rs. 1500 Lakhs for C/C, Export Packing Credit, Working Capital and Post Shipment credit, Term Loan of Rs. 35 Lakh sanctioned but not availed by the company. |  |          |
|  |  | 965.00   |
| Yes Bank PCFC IN USD   |  | 122.40   |
| Yes Bank PCFC IN GBP   |  | 66.53    |
| Yes Bank-EDC A/C 039084600003756   |  | 26.68    |
| Yes Bank C/C 039084600003756   |  | 890.61   |
|  |  | 3,767.37 |
| <b>Total Secured Loan (Current)</b>  |  |          |
| <b>Unsecured</b>   |  |          |
| <b>From Directors</b>  |  | 63.13    |
| Davinder Bhasin  |  | 168.22   |
| Dev Arjun Bhasin   |  | 231.35   |
|  |  |          |
| <b>From Related Parties</b>  |  | 76.59    |
| Minalshi Bhasin  |  | 176.74   |
| Munish Promoters & Developers Pvt Ltd  |  | 365.28   |
| Bhasin Infrastructure Developers Pvt Ltd   |  | 29.29    |
| Munish International Pvt. Ltd  |  | 547.91   |
|  |  |          |
|  |  | 779.26   |
| <b>Total Unsecured Loan (Current)</b>  |  |          |

**Note:**

1. Unsecured Loan from Directors and Related Parties is repayable on demand.
2. Interest rate given to Related Parties is 9.60%.
3. Interest rate given to Davinder Bhasin is 18%.
4. Loan from Dev Arjun Bhasin and Minalshi Bhasin is interest free.

**AXIS BANK LIMITED**

-Primary Security :- Charges over entire current assets of the company ( present, as well as future)

- Collateral :-

Common for all facilities

Estimation of charge on movable fixed assets of the company except vehicles.

Equitable mortgage of land & building measuring 96 kanal 14 marla having built up area of 167002 sq. feet situated adjoining phase 7 local point VIII.

Equitable mortgage of residential land & building measuring 1845 sq. yard and built up area of 12601 sq. feet located at Baji Di Havelian, Barawal Awam Ludhiana in the name of Sh. Davinder Kumar Bhasin & Smt Minalshi Bhasin

Personal Guarantee

-Sh. Davinder Kumar Bhasin

- Smt Minalshi Bhasin

- Sh. Dev Arjun Bhasin

Corporate Guarantee

- Munish Promoters & Developers Pvt Ltd

- Dev Arjun Promoters & Developers Pvt Ltd

**YES BANK LIMITED**

**Facilities**

**Margin**

Cash Credit

25% on stock & debtors (up to 90 days) post reducing creditors

Export Packing Credit

10 % of order value

Working Capital Demand Loan

25% on stock & debtors (up to 90 days) post reducing creditors

Post Shipment Credit

10 % of order value

**Security**

- Guarantee

Limit has been sanctioned with personal guarantee of directors

- Collateral

Axis Bank, Pari Panna with Axis bank on Factory land and building measuring 96 kanal 14 marla having built up area of 167002 Sq Ft situated in adjoining phase 7 local point VIII Gobindgarh District Ludhiana in the Name of Munish Forge Pvt Ltd.

Axis Bank, Pari Panna with axis bank of Residential Land and building measuring 1845 Sq yard and built up area of 12601 located at Raghunath Enclave Barawal Awam in the Name of Minalshi Bhasin and Davinder Kumar Bhasin

**MUNISH FORGE LIMITED**  
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**Notes to Consolidated Financial Statements as on 31.03.2025**

Parti Payan in current assets with Axis bank.

**21 Lease Liabilities**

| Particulars      | As at 31st March 2025 | As at 31st March 2024 |
|------------------|-----------------------|-----------------------|
| Lease Liability* | 22.51                 | -                     |
| <b>Total</b>     | <b>22.51</b>          | <b>-</b>              |

\*Refer Note 43

**22 Trade Payables**

(Rs in Lakhs)

| Particulars                 | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------------|-----------------------|-----------------------|
| (a) Dues to MSME            | 208.21                | 22.46                 |
| (b) Dues to Other than MSME | 1,353.63              | 1,207.39              |
| <b>Total</b>                | <b>1,561.83</b>       | <b>1,229.85</b>       |

Disclosure relating to suppliers registered under MSME Act based on the information available with the Company:

Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises (MSME). On the basis of the information and records available with the management, there are no outstanding dues to the Micro and Small enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 except as set out in the following disclosures.

The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the Financial statement as at 31.03.2025 and 31.03.2024 based on the information received and available with the Company.

| Ageing schedule for MSME Creditors | As at 31st March 2025 | As at 31st March 2024 |
|------------------------------------|-----------------------|-----------------------|
| Disputed Dues                      | -                     | -                     |
| Others Undisputed Dues             | -                     | -                     |
| Not due                            | -                     | -                     |
| Less than 1 year                   | 208.21                | 22.46                 |
| 1-2 Years                          | -                     | -                     |
| 2-3 Years                          | -                     | -                     |
| More than 3 years                  | -                     | -                     |
| <b>Total</b>                       | <b>208.21</b>         | <b>22.46</b>          |

| Ageing schedule for other than MSME Creditors | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Disputed Dues                                 | -                     | -                     |
| Others Undisputed Dues                        | -                     | -                     |
| Not due                                       | -                     | -                     |
| Less than 1 year                              | 1,349.76              | 1,201.68              |
| 1-2 Years                                     | 0.75                  | 0.81                  |
| 2-3 Years                                     | -                     | 1.22                  |
| More than 3 years                             | 3.11                  | 3.69                  |
| <b>Total</b>                                  | <b>1,353.63</b>       | <b>1,207.40</b>       |

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| The principal amount remaining unpaid to supplier as at the end of the year  | 208.21                | 22.46                 |
| The interest due thereon remaining unpaid to supplier as at the end of the year  | -                     | -                     |
| 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 this Act. | -                     | -                     |
| The amount of interest accrued during the year and remaining unpaid at the end of the year   | 208.21                | 22.46                 |

Note:

Trade payables are unsecured and are usually paid within 30 to 45 days.

Trade payable are non interest bearing.

**MUNISH FORGE LIMITED**  
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**Notes to Consolidated Financial Statements as on 31.03.2025**

**23 Other Financial Liabilities**

(Rs in Lakhs)

| Particulars                    | As at 31st March 2025 | As at 31st March 2024 |
|--------------------------------|-----------------------|-----------------------|
| Payable to Employees           | 163.39                | 132.55                |
| Interest Payable               | 7.05                  | 2.75                  |
| Payable towards other expenses | 885.25                | 362.40                |
| Statutory Liabilities          | 306.11                | 107.09                |
| <b>Total</b>                   | <b>1,363.80</b>       | <b>524.79</b>         |

**24 Other Current Liabilities**

(Rs in Lakhs)

| Particulars            | As at 31st March 2025 | As at 31st March 2024 |
|------------------------|-----------------------|-----------------------|
| <b>Other Advances</b>  |                       |                       |
| Advance from Customers | 148.47                | 59.38                 |
| <b>Total</b>           | <b>148.47</b>         | <b>59.38</b>          |

**25 Current Tax Liabilities (Net)**

(Rs in Lakhs)

| Particulars                                     | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Provision for Income tax (Net of Advance Taxes) | 105.94                | 62.73                 |
| <b>Total</b>                                    | <b>105.94</b>         | <b>62.73</b>          |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

**14 Equity Shares Capital**

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Authorised:</b>   |                       |                       |
| 1,00,00,000 (11.29 Crore) Equity Shares of Rs. 10 (Ten) Each                 | 2,40,000              | 1,13,100              |
| 10,00,000 (10% Redeemable Convertible Preference Shares of Rs. 10 (Ten) Each | 100,000               | 100,000               |
|  | <b>3,40,000</b>       | <b>1,31,100</b>       |
| <b>Issued, Subscribed and Paid-up:</b>                                       |                       |                       |
| 2,72,55,000 (27.25 Crore) Equity Shares of Rs. 10 (Ten) Each Fully Paid-up   | 1,80,554              | 80,704                |
| 6,54,400 (6.54 Crore) Shares of Rs. 10 (Ten) Each                            | 6,54,400              | 6,54,400              |
| 6,00,000 (6% Redeemable Preference Shares of Rs. 10 (Ten) Each               | 6,00,000              | 6,00,000              |
|  | <b>1,77,498</b>       | <b>1,07,604</b>       |

**a) Breakdown of number of shares**

| Particulars                                     | As at 31st March 2025 |           | As at 31st March 2024 |           |
|---|-----------------------|-----------|-----------------------|-----------|
|   | Number                | (Rs.)     | Number                | (Rs.)     |
| Shares outstanding at the beginning of the year | 49,90,000             | 49,90,000 | 4,18,000              | 41,80,000 |
| Shares issued during the year                   | 13,37,000             | 13,37,000 | -                     | -         |
| Shares bought back during the year              | -                     | -         | -                     | -         |
| Loss of Rs. 100 (Nil)                           | 2,33,000              | 2,33,000  | -                     | -         |
| Shares outstanding at the end of the year       | 17,17,000             | 17,17,000 | 4,18,000              | 41,80,000 |

**b) Details of shareholders holding more than 5% of shares:**

| Name of Shareholders  | As at 31st March 2025 |                    | As at 31st March 2024 |                    |
|---|-----------------------|--------------------|-----------------------|--------------------|
|   | % of Holding          | No. of Shares held | % of Holding          | No. of Shares held |
| Equity Shares including Shares of Rs. 10 (Ten) each held by:- |                       |                    |                       |                    |
| 1 Divanada Bharati  | 80.42%                | 1,38,84,000        | 79.80%                | 1,28,54,000        |
| 2 Atmakshi Bharati  | 8.57%                 | 1,46,000           | 8.48%                 | 1,42,000           |
| 3 Div. Arjun Bharati  | 5.98%                 | 1,02,000           | 5.82%                 | 97,000             |
| 4 Div. Arjuna Enterprises Pvt Ltd                             | 7.87%                 | 13,57,000          | 8.00%                 | 13,57,000          |
| 5 Shreshth Promoters & Developers Pvt Ltd                     | 11.20%                | 19,33,000          | 12.11%                | 1,93,000           |

**c) Details of Preference shareholders holding more than 0% of shares:**

| Name of Shareholders                             | As at 31st March 2025 |                    | As at 31st March 2024 |                    |
|--|-----------------------|--------------------|-----------------------|--------------------|
|  | % of Holding          | No. of Shares held | % of Holding          | No. of Shares held |
| Preference Shares of Rs. 10 (Ten) each held by:- |                       |                    |                       |                    |
| 1 Divanada Bharati                               | -                     | -                  | 100.00%               | 6,00,000           |

As per the records of the Company, including its registers of Shareholders/Member and other regulations issued to Shareholders regarding beneficial interest, the above shareholding information both equal and correct as on the date of closing of the year.

**d) Details of Shareholding of promoters:**

| Name of Shareholders                         | As at 31st March 2025 |                    |                     | As at 31st March 2024 |                    |                     |
|--|-----------------------|--------------------|---------------------|-----------------------|--------------------|---------------------|
|  | % of Holding          | No. of Shares held | % Change in Holding | % of Holding          | No. of Shares held | % Change in Holding |
| Equity Shares of Rs. 10 (Ten) Each held by:- |                       |                    |                     |                       |                    |                     |
| 1 Divanada Bharati                           | 80.62%                | 1,29,00,000        | -0.80%              | 79.80%                | 1,28,54,000        | -                   |
| 2 Atmakshi Bharati                           | 8.57%                 | 1,46,000           | -0.20%              | 8.48%                 | 1,42,000           | -                   |
| 3 Div. Arjun Bharati                         | 5.98%                 | 1,02,000           | -0.15%              | 5.82%                 | 97,000             | -                   |
| 4 Div. Arjuna Enterprises Pvt Ltd            | 7.87%                 | 13,57,000          | 7.37%               | 8.00%                 | 13,57,000          | -                   |
| 5 Shreshth Promoters & Developers Pvt Ltd    | 11.20%                | 19,33,000          | -0.91%              | 12.11%                | 1,93,000           | -                   |

**e) Rights, preferences and restrictions:**

The Company has only one class of equity shares having a par value of Rs. 10 (Ten) Share. Each individual equity share shall have one vote per share.

In the event of liquidation of the company, the holder of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential claims. His distribution will be in proportion to the no. of equity shares held by shareholders.

1% Bonus Shares have been issued on 05.09.2024 vide resolution no. 3 dated 05.09.2024 to each shareholder in the ratio of 1:10 i.e. 1 Bonus share for every 10 equity shares held.

As the class of shares have been bought back by the Company during the period of 126 days immediately preceding the current year end.

**15 Other Equity**

| Particulars                | Business and Surplus |                 |                   |       | Total    |
|----------------------------|----------------------|-----------------|-------------------|-------|----------|
|                            | Share Premium        | General Reserve | Retained Earnings | OCI   |          |
| Balance as on 01.04.2023   | 1,40,000             | 1,07            | 1,47,254          | 10,07 | 2,98,338 |
| Profit for the year        | -                    | -               | 499,00            | -     | 499,00   |
| Other Comprehensive Income | -                    | -               | -                 | 12,40 | 12,40    |
| Income Tax credit          | -                    | -               | -                 | -     | -        |
| Balance as on 31.03.2024   | 1,40,000             | 1,07            | 1,97,254          | 12,47 | 3,50,638 |
| Profit for the year        | -                    | -               | 1,44,877          | -     | 1,44,877 |
| Other Comprehensive Income | -                    | -               | -                 | -     | -        |
| Loss for the year          | 1,40,000             | 1,07            | 5,41,971          | 12,47 | 4,01,485 |
| Dividend Income            | -                    | -               | 1,67,335          | -     | 1,67,335 |
| Adjustment of prior items  | 1,07,000             | -               | -                 | -     | 1,07,000 |
| Adjustment                 | -                    | -               | 6,70              | -     | 6,70     |
| Adjustment                 | -                    | -               | 2,81,00           | -     | 2,81,00  |
| Balance as on 31.03.2025   | 1,47,000             | 1,07            | 2,47,254          | 22,47 | 4,06,518 |

(Rs in Lakhs)

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Notes to Consolidated Financial Statements as on 31.03.2025

**26 Revenue from Operations** (Rs in Lakhs)

| Particulars             | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------|-----------------------|-----------------------|
| Sales of Products       | 17,102.91             | 15,629.96             |
| Other operating revenue | 441.68                | 358.75                |
| <b>Total</b>            | <b>17,544.60</b>      | <b>15,988.71</b>      |

**27 Other Income** (Rs in Lakhs)

| Particulars                | As at 31st March 2025 | As at 31st March 2024 |
|----------------------------|-----------------------|-----------------------|
| Interest Income            | 373.07                | 21.68                 |
| Other Non operating income | 37.59                 | 130.33                |
| <b>Total</b>               | <b>360.67</b>         | <b>152.01</b>         |

**28 Cost of Materials Consumed** (Rs in Lakhs)

| Particulars                 | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------------|-----------------------|-----------------------|
| Opening Stock               | 575.16                | 382.75                |
| Add: Purchases              | 8,930.18              | 10,527.50             |
| Add: Direct Expenses        | 1,404.30              | 2,705.98              |
| - Manufacturing Expenses    | 149.06                | 376.07                |
| - Freight Carriage & Octroi | 26.79                 | 25.52                 |
| - Electricity Consumed      | 1,215.23              | 973.16                |
| - Stores Consumed           | 810.67                | 523.07                |
| - Planting Expenses         | 180.26                | 144.84                |
| - Wages                     | 823.00                | 713.33                |
| Less: Closing stock         | 145.46                | 575.16                |
| <b>TOTAL</b>                | <b>12,764.69</b>      | <b>13,041.07</b>      |

**29 Changes in inventories of finished goods and work-in-progress** (Rs in Lakhs)

| Particulars                                     | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Inventories at the beginning of the year</b> |                       |                       |
| Finished Goods                                  | 284.51                | 328.16                |
| Other Material                                  | 2,885.49              | 1,658.85              |
| - Scrap   | 74.85                 | 19.75                 |
| - Work in Progress                              | 2,810.64              | 1,639.11              |
|   | <b>(a)</b>            | <b>1,987.02</b>       |
| <b>Inventories at the end of the year:</b>      |                       |                       |
| Finished goods                                  | 390.75                | 284.51                |
| Other Material                                  | 4,086.36              | 2,885.49              |
| - Scrap   | 82.57                 | 74.85                 |
| - Work in Progress                              | 4,003.79              | 2,810.64              |
|   | <b>(b)</b>            | <b>3,170.00</b>       |
| <b>Net (Increase)/Decrease in Inventories</b>   | <b>(1,307.11)</b>     | <b>(1,182.98)</b>     |

**30 Employee Benefits Expense** (Rs in Lakhs)

| Particulars                               | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Salaries and benefits                     | 1,113.48              | 783.74                |
| Director Remuneration                     | 30.66                 | 30.82                 |
| Contribution to provident and other funds | 129.55                | 95.65                 |

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**

|                        |                 |               |
|------------------------|-----------------|---------------|
| Staff welfare expenses | 32.68           | 28.63         |
| <b>Total</b>           | <b>1,306.36</b> | <b>936.84</b> |

**31 Finance Costs**

(Rs in Lakhs)

| Particulars                          | As at 31st March 2025 | As at 31st March 2024 |
|--------------------------------------|-----------------------|-----------------------|
| Interest Expenses                    | 414.60                | 346.05                |
| Other Borrowing Costs (Bank Charges) | 61.38                 | 63.64                 |
| <b>Total</b>                         | <b>505.97</b>         | <b>409.69</b>         |

**2A & 4 Depreciation and Amortisation Expense**

(Rs in Lakhs)

| Particulars                                   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Depreciation on Property, Plant and Equipment | 316.77                | 264.45                |
| Right of use Assets- Building on Lease        | 21.58                 | -                     |
| <b>Total</b>                                  | <b>338.35</b>         | <b>264.45</b>         |

**32 Other Expenses**

(Rs in Lakhs)

| Particulars                         | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------------|-----------------------|-----------------------|
| Auditors Remuneration               | 3.38                  | 2.98                  |
| Cartage & Freight Overseas          | 648.57                | 469.94                |
| Custom Duty                         | 585.96                | 460.65                |
| Handling Charges                    | 299.03                | 298.52                |
| Allowances for expected credit loss | 25.61                 | -                     |
| Packing & Forwarding                | 221.67                | 253.31                |
| Repairs & Maintenance               | 144.34                | 140.27                |
| Misc Expenses                       | 413.94                | 397.33                |

**MUNISH FORGE LIMITED**  
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|              |                 |                 |
|--------------|-----------------|-----------------|
|              |                 |                 |
| <b>Total</b> | <b>2,344.49</b> | <b>2,023.00</b> |

|          | <b>Corporate Social Responsibility Expenses*</b>                          | <b>As at 31st March 2025</b> | <b>As at 31st March 2024</b> |
|----------|---|------------------------------|------------------------------|
| <b>A</b> | Gross Amount Required to be spent by the Company :                        | <b>7.57</b>                  | -                            |
| <b>B</b> | Amount spent during the year / period on:                                 |                              |                              |
|          | i Construction / Acquisition of an assets.                                | -                            | -                            |
|          | ii Purpose other than above   | <b>9.50</b>                  | -                            |
| <b>C</b> | Shortfall at the end of year :  | -                            | -                            |
| <b>D</b> | Total of Previous year shortfall  | -                            | -                            |
| <b>E</b> | Reason for Shortfall  | -                            | -                            |
| <b>F</b> | Particulars   |                              |                              |
|          | Related party transactions in relation to Corporate Social Responsibility | -                            | -                            |
| <b>G</b> | Provision movement during the year/ Period                                |                              |                              |
|          | Opening provision   | -                            | -                            |
|          | Addition during the year / Period   | -                            | -                            |
|          | Utilised during the year /Period  | -                            | -                            |
|          | Closing provision   | -                            | -                            |

\* Refer Note 36

**35 Share in Profit/(Loss) after Tax of Joint Venture (Net)**

| <b>Particulars</b>   | <b>As at 31st March 2025</b> | <b>As at 31st March 2024</b> |
|----------------------|------------------------------|------------------------------|
| Forgoco Limited (UK) | 0.20                         | -                            |
| <b>Total</b>         | <b>0.20</b>                  | -                            |

**MUNISH FORGE LIMITED**  
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**Notes to Consolidated Financial Statements as on 31.03.2025**

**34 COMMITMENTS AND CONTINGENCIES:**

**A. Contingent liabilities (to the extent not provided for)**

| Particulars                               | (Rs in Lakhs)         |                       |
|---|-----------------------|-----------------------|
|   | As at 31st March 2025 | As at 31st March 2024 |
| Bank Guarantee                            | 398.90                | 194.38                |
| Income Tax (Outstanding Demand)           | -                     | 0.77                  |
| Indirect Tax (GST) Demand                 | 99.94                 | 99.94                 |
| Direct Tax (TDS)                          | -                     | 0.15                  |
| Litigation-Punjab State Power Corporation | 40.88                 | 40.88                 |

**B. Corporate guarantee :**

a) Corporate Guarantee has been given to India Infotone Ltd against loan taken by Munish Promoters & Developers Pvt. Ltd, which is not subsidiary and outstanding balance of Rs. 1.80 Lacs and IPL Home Finance Ltd of Rs. 11.31 Lacs as on 31.03.2025. The management believes that the likelihood of default is remote, and therefore, no material obligation is expected to arise. Accordingly, no provision or adjustment has been made in the books in this regard.

b) Other money for which the company is contingently liable: N.A.

**C. Commitments**

- Estimated amount of contracts remaining to be executed on capital account & not provided for NA
- Uncalled Liability on shares & other investments partly paid N.A.
- Other commitments (Specified Nature)

| Nature:           | (Rs in Lakhs)         |                       |
|-------------------|-----------------------|-----------------------|
|                   | As at 31st March 2025 | As at 31st March 2024 |
| Letter of Credit: | 1,352.71              | 1,151.22              |
| <b>Total</b>      | <b>1,352.71</b>       | <b>1,151.22</b>       |

**D. Undrawn Committed borrowing facility:**

The Company has availed working capital limits amounting to Rs 1800 lacs on 31.03.2025 (March 31, 2024 Rs 1800 Lacs ) from Axis Bank and Rs. 1500 Lacs from Yes-Bank as on 31.03.2025 (March 31, 2024 Rs 1500 Lacs).

An amount of Nil (March 31, 2024 Nil) remains undrawn from Axis Bank and Rs. 26.68 Lakhs from Yes Bank (March 31, 2024 Rs 94.15 Lakhs).

**35 Operating Reporting**

The Company primarily operates in the segment of manufacturing components like Flange, Scaffolding, Auto parts, tank tracks chains, bomb shells, fence post. The Managing Director of the Company allocate resources and assess the performance of the Company, thus are the Chief Operating Decision Maker (CODM). The CODM monitors the operating results of the business as a one, hence no separate segment need to be disclosed.

All non-current assets are located in the company's country of domicile.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
**Notes to Consolidated Financial Statements as on 31.03.2025**  
*(All amount in Rs. Lakhs unless otherwise stated)*

**36 Related party disclosures as per Ind AS 24**

**1 Related parties with whom transactions have taken place during the period and its relationship:**

| Name of the related parties                          | Designation / Relationship                |
|--|---|
| Davinder Kumar Bhasin                                | Managing Director                         |
| Vishal Anand   | Director                                  |
| Dev Arjun Bhasin                                     | Director                                  |
| Manoj Kumar Pandey                                   | Chief Financial Officer w.e.f. 01.10.2024 |
| Sukhdeep Kamr  | Company Secretary w.e.f.13.10.2023        |
| Rajni  | Company Secretary (01.11.2021-12.10.2023) |
| Gaiaa Bhasin   | Relative of Key Managerial Personnel      |
| Meevakshi Bhasin                                     | Relative of Key Managerial Personnel      |
| Vishesh Mehra  | Relative of Key Managerial Personnel      |
| Seema Mehra  | Relative of Key Managerial Personnel      |
| Bhasin and Company                                   | Director has a significant influence      |
| Bhasin Infrastructure and Developers Pvt Ltd         | Director has a significant influence      |
| DABS Collection LLP                                  | Director has a significant influence      |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | Director has a significant influence      |
| Dev Arjuna Enterprises Pvt. Ltd                      | Director has a significant influence      |
| Dev Arjuna Intertrade Pvt. Ltd                       | Director has a significant influence      |
| Eurotopz India Pvt Ltd                               | Director has a significant influence      |
| Forgeco Limited UK                                   | Director has a significant influence      |
| Munish International Pvt. Ltd                        | Director has a significant influence      |
| Munish Promoter and Developers Pvt Ltd               | Director has a significant influence      |
| Rajgadh Kwaliti Estate Promoters Pvt. Ltd            | Director has a significant influence      |
| Satya Narayan Investment and Trading Company Pvt Ltd | Director has a significant influence      |
| Sh. Ram Lal Bhasin Charitable Trust                  | Director has a significant influence      |
| Triabh Industries Ltd                                | Director has a significant influence      |

**2 Transactions during the period**

(Rs in Lakhs)

| Nature of Transactions during the year               | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| <b>Director Remuneration</b>                         |                       |                       |
| Dev Arjun Bhasin                                     | 15.00                 | 15.00                 |
| Vishal Anand   | 15.66                 | 15.82                 |
|  |                       |                       |
| <b>Salary</b>  |                       |                       |
| Gaiaa Bhasin   | 3.01                  | 3.01                  |
| Rajni (Company Secretary 01.11.2021-12.10.2023)      | -                     | 1.43                  |
| Seema Mehra  | -                     | 4.32                  |
| Sukhdeep Kamr (Company Secretary w.e.f. 13.10.2023)  | 3.00                  | 1.36                  |
| Vishesh Mehra  | 10.17                 | 10.32                 |
|  |                       |                       |
| <b>Rent Expenses</b>                                 |                       |                       |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | 32.85                 |                       |
| Meevakshi Bhasin                                     | 13.65                 | 12.00                 |
|  |                       |                       |
| <b>Rent Income</b>                                   |                       |                       |
| Bhasin Infrastructure and Developers Pvt Ltd         | 0.01                  | -                     |
| DABS Collection LLP                                  | 0.01                  | -                     |
| Dev Arjuna Cast & Forge Pvt. Ltd                     | 0.01                  | -                     |
| Dev Arjuna Enterprises Pvt. Ltd                      | 0.01                  | -                     |
| Dev Arjuna Intertrade Pvt. Ltd                       | 0.01                  | -                     |
| Eurotopz India Pvt Ltd                               | 0.01                  | -                     |
| Munish International Pvt. Ltd                        | 0.01                  | -                     |
| Munish Promoter and Developers Pvt Ltd               | 0.01                  | -                     |
| Rajgadh Kwaliti Estate Promoters Pvt. Ltd            | 0.01                  | -                     |
| Satya Narayan Investment and Trading Company Pvt Ltd | 0.01                  | -                     |
| Sh. Ram Lal Bhasin Charitable Trust                  | 0.01                  | -                     |
|  |                       |                       |
| <b>Purchase of Goods</b>                             |                       |                       |

|   |          |          |
|---|----------|----------|
| Dev Arjuna Cast & Forge Pvt. Ltd              | 734.17   | 2,806.83 |
| Dev Arjuna Enterprises Pvt. Ltd               |          | 5.04     |
|   |          |          |
| <b>Purchase of Capital Assets</b>             |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 493.40   |
|   |          |          |
| <b>Job Work</b>                               |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 27.73    |
|   |          |          |
| <b>Rental Income</b>                          |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              |          | 1.80     |
|   |          |          |
| <b>Sales</b>                                  |          |          |
| Dev Arjuna Cast & Forge Pvt. Ltd              | 797.64   | 2,688.91 |
| Forgeco Limited                               | 1,579.71 | 1,524.04 |
| Munish International Pvt. Ltd                 |          | 1,238.75 |
|   |          |          |
| <b>Trade Advances given</b>                   |          |          |
| Bhasin Industries                             | 25.00    | 18.38    |
| Dev Arjuna Enterprises Pvt. Ltd               | 0.72     |          |
|   |          |          |
| <b>Trade Advances returned</b>                |          |          |
| Bhasin Industries                             | 25.00    | 18.38    |
| Dev Arjuna Enterprises Pvt. Ltd               | 23.94    |          |
|   |          |          |
| <b>Business supervision expenses</b>          |          |          |
| Secma Mehra                                   | 14.77    | 7.05     |
|   |          |          |
| <b>Reimbursement</b>                          |          |          |
| Dev Arjun Bhasin                              |          | 21.97    |
| Munish Promoter and Developers Pvt Ltd        |          | 12.44    |
| Vishal Anand                                  | 25.06    | 18.96    |
| Vishesh Mehra                                 | 5.03     | 7.66     |
| Secma Mehra                                   | 2.37     | 2.70     |
|   |          |          |
| <b>Loans and advances Given</b>               |          |          |
| Vishesh Mehra                                 | 20.00    | 26.00    |
|   |          |          |
| <b>Loans and advances received back</b>       |          |          |
| Vishesh Mehra                                 | 20.00    | 26.00    |
|   |          |          |
| <b>Expenses made by Company</b>               |          |          |
| Gauri Bhasin                                  | 0.48     |          |
| Meenakshi Bhasin                              |          |          |
|   |          |          |
| <b>Expenses made by Company received back</b> |          |          |
| Gauri Bhasin                                  | 0.17     |          |
|   |          |          |
| <b>Intercorporate/Director Loans Taken</b>    |          |          |
| Bhasin and Company                            | 50.00    |          |
| Bhasin Infrastructure and Developers Pvt Ltd  | 1,372.16 | 342.20   |
| Davinder Kumar Bhasin                         | 438.35   | 34.72    |
| Dev Arjun Bhasin                              | 21.00    | 19.08    |
| Munish International Pvt Ltd                  | 29.00    | 7.82     |
| Munish Promoter and Developers Pvt Ltd        | 302.59   | 283.35   |
|   |          |          |
| <b>Intercorporate/Director Loans repaid</b>   |          |          |
| Bhasin and Company                            | 50.00    |          |
| Bhasin Infrastructure and Developers Pvt Ltd  | 1,261.31 | 410.89   |
| Davinder Kumar Bhasin                         | 466.34   | 55.21    |
| Dev Arjun Bhasin                              | 13.12    | 31.88    |
| Meenakshi Bhasin                              | 14.50    | 14.25    |

|   |        |        |
|---|--------|--------|
| Munish International Pvt Ltd                            | 1.00   | 7.82   |
| Munish Promoter and Developers Pvt Ltd                  | 286.50 | 138.53 |
|   |        |        |
| <b>Interest Expenses</b>                                |        |        |
| Davinder Kumar Bhasin                                   | 12.90  | 14.37  |
| Dev Arjun Bhasin  |        |        |
| Bhasin Infrastructure Developers Pvt. Ltd               | 28.11  | 8.42   |
| Munish International Pvt. Ltd                           | 1.29   |        |
| Munish Promoters and Developers Pvt. Ltd                | 21.82  | 4.38   |
|   |        |        |
| <b>Interest Income</b>                                  |        |        |
| Tridib Industries Ltd                                   | 507.21 | 17.35  |
|   |        |        |
| <b>Intercorporate/Director Loans Given</b>              |        |        |
| Tridib Industries Ltd                                   | 656.80 | 449.69 |
|   |        |        |
| <b>Intercorporate/Director Loans repayment received</b> |        |        |
| Tridib Industries Ltd                                   | 273.80 | 449.69 |
|   |        |        |
| <b>Redemption of Preference Shares at Premium</b>       |        |        |
| Davinder Kumar Bhasin                                   | 270.00 |        |

### 3. Outstanding balances

(Rs in Lakhs)

| Nature of Transactions during the year              | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| <b>Director Remuneration</b>                        |                       |                       |
| Vishal Anand  | 0.53                  | 1.16                  |
| Dev Arjun Bhasin                                    | 0.42                  | 0.91                  |
|   |                       |                       |
| <b>Salary</b>                                       |                       |                       |
| Gauri Bhasin Gool                                   | 0.25                  | 0.25                  |
| Sukhdeep Kaur (Company Secretary w.e.f. 13.10.2023) | 0.25                  | 0.25                  |
| Vishesh Mehra                                       | 0.37                  | 0.77                  |
|   |                       |                       |
| <b>Sundry Payables</b>                              |                       |                       |
| Seema Mehra   | -                     | 46.79                 |
| Vishesh Mehra                                       | 0.42                  | 0.42                  |
|   |                       |                       |
| <b>Unsecured Loan</b>                               |                       |                       |
| Bhasin Infrastructure and Developers Pvt Ltd        | 265.28                | 126.31                |
| Davinder Kumar Bhasin                               | 63.13                 | 103.00                |
| Dev Arjun Bhasin                                    | 168.22                | 160.34                |
| Minakshi Bhasin                                     | 76.59                 | 91.09                 |
| Munish International Pvt. Ltd                       | 29.29                 | -                     |
| Munish Promoters and Developers Pvt. Ltd            | 178.74                | 134.90                |
|   |                       |                       |
| <b>Interest Payable</b>                             |                       |                       |
| Bhasin Infrastructure Developers Pvt. Ltd           | 28.11                 | 8.42                  |
| Munish International Pvt. Ltd                       | 1.29                  |                       |
| Munish Promoters and Developers Pvt. Ltd            | 21.82                 | 4.38                  |
|   |                       |                       |
| <b>Intercorporate/Director Loans Given</b>          |                       |                       |
| Tridib Industries Ltd                               | 286.95                |                       |
|   |                       |                       |
| <b>Interest Receivable</b>                          |                       |                       |
| Tridib Industries Ltd                               | 53.54                 | 17.35                 |
|   |                       |                       |
| <b>Other Receivables</b>                            |                       |                       |
| Dev Arjun Bhasin                                    | -                     |                       |
| Gauri Bhasin  | 0.32                  |                       |
| Vishal Anand  | 10.06                 | 4.47                  |
|   |                       |                       |
| <b>Trade Receivable</b>                             |                       |                       |

|                                  |        |        |
|----------------------------------|--------|--------|
| Forgeco Ltd                      | 342.08 | 364.97 |
| Munish International Pvt. Ltd    |        | 220.46 |
| Dev Arjuna Cast & Forge Pvt. Ltd | 128.63 | 14.15  |
| Dev Arjuna Enterprises Pvt. Ltd  | 40.59  | 63.82  |
|                                  |        |        |
| <b>Trade Payable</b>             |        |        |
| Dev Arjuna Cast & Forge Pvt. Ltd | 125.21 |        |
|                                  |        |        |

**4 Terms and conditions of transactions with related parties**

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. No balances in respect of the related parties has been provided for written off / written back, except what is stated above.

Related party relationship is as identified by the management and relied upon by the auditors.

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**Notes to Consolidated Financial Statements as on 31.03.2025**

**37 Assets and liabilities relating to Employee Benefits**

**Employee Benefits Obligation**

Contribution to Defined Contribution Plan recognised as expense for the year is as under:

| (Rs. in Lakhs)   |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Employee's Contribution towards Provident Fund (PF)            |                       |                       |
| Provident Fund ( I )   | 18.56                 | 17.74                 |
| Provident Fund ( II )  | 2.50                  | 2.50                  |
| Provident Fund ( 2A )  | 2.30                  | 2.30                  |
| Group Gratuity Insurance                                       | 29.85                 | 6.43                  |
| Pension Fund   | 36.95                 | 37.44                 |
| Employer's Contribution towards Employee State Insurance (ESI) | 39.57                 | 29.41                 |

**A. Defined Contribution Plan:**

The employees' Gratuity Fund Scheme which is a defined benefit plan is managed by the 'Gratuity Trust'. Under the gratuity plan every employee who has completed at least five years of service usually gets a gratuity on departure @ 15 days of last drawn salary for each completed year of service. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the total obligation. The following table summarizes the arrangements of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for the

| Plan Features                      | Refer Para 139 (a) of Ind AS 19  |
|------------------------------------|--|
| Type of Plan                       | Post Employment Benefit  |
| Employee's Contribution            | 0%   |
| Employer's Contribution            | 100%   |
| Salary definition                  | Last Drawn Basic Salary including Dearness Allowance (if any)              |
| Benefit ceiling                    | Benefit ceiling of Rs. 5000000 was applied.                                |
| Vesting conditions                 | 5 years of continuous service (Not applicable in case of death/disability) |
| Benefit on Retirement              | 15/26 x Salary x Duration of Service                                       |
| Benefit on Resignation/Withdrawals | Same as Retirement Benefit based on service up to exit                     |
| Benefit on Death                   | Same as Retirement Benefit but no vesting Condition applies                |
| Retirement age                     | 60 Years   |

| Particulars                       | As at 31st March 2025 | As at 31st March 2024 |
|-----------------------------------|-----------------------|-----------------------|
| Number of Employees               | 433 (0)               | 442 (0)               |
| Total Monthly Salary (Rs.)        | 59,88,515             | 50,09,212 (0)         |
| Average Monthly Salary (Rs.)      | 13,863 (0)            | 13,143 (0)            |
| Average Age (Years)               | 29.29                 | 39.07                 |
| Average Past Service (Years)      | 5.41                  | 3.22                  |
| Average Future Service (Years)    | 20.79                 | 20.94                 |
| Weighted Average Duration (Years) | 3.03                  | 10.29                 |

**ii Reconciliation of opening and closing balances of Defined Benefit Obligation**

| (Rs. in Lakhs)                                       |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Present value obligation in at beginning of the year | 85.09                 | 82.68                 |
| Current Service Cost                                 | 22.93                 | 21.65                 |
| Interest Cost  | 5.94                  | 5.88                  |
| Benefits paid  | (10.19)               | 5.27                  |
| Actuarial (gain) / loss on obligations               | (13.79)               | 15.36                 |
| Components of actuarial gain/losses on obligations:  |                       |                       |
| Due to Change in financial assumptions               | 2.58                  | 2.02                  |
| Due to change in demographic assumption              | (6.11)                | -                     |
| Due to experience adjustments                        | (6.25)                | 17.38                 |
| Present value of obligation as at close of the year  | 90.97                 | 85 (0)                |

**iii Reconciliation of opening and closing balances of fair value of plan assets**

| (Rs. in Lakhs)                                     |                       |                       |
|--|-----------------------|-----------------------|
| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
| Fair value of plan assets at beginning of the year | 116.84                | 102.96                |
| Adjustment in Opening Balance                      | 44.34                 | -                     |
| Expected return on plan assets                     | 5,179.09              | 8.20                  |
| Employer contribution                              | 0                     | 16.09                 |
| Benefit Paid                                       | (10.19)               | 9.77                  |
| Actuarial gain/loss on Plan assets                 | -1                    | -0.64                 |
| Fair value of plan assets at year end              | 130.25                | 116.84                |

**e) Net defined benefit asset/ (liability) recognised in the balance sheet:**

| (Rs. in Lakhs)            |                       |                       |
|---------------------------|-----------------------|-----------------------|
| Particulars               | As at 31st March 2025 | As at 31st March 2024 |
| Fair value of plan assets | 130.25                | 116.84                |

**MUNISH FORGE LIMITED**  
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Notes to Consolidated Financial Statements as on 31.03.2025

|  |         |   |       |
|--|---------|---|-------|
| Present value of defined benefit obligation              | (99,97) | - | 83.09 |
| Amount recognised in Balance Sheet - Asset / (Liability) | 39.78   | - | 31.55 |

| Assets and Liability (Balance Sheet Position) |  | As at 31st March 2025 |        |
|---|--|-----------------------|--------|
| Particulars                                   |  | INR                   |        |
| Present Value of Defined Benefit Obligation   |  |                       | 99.97  |
| Fair value of plan assets                     |  | -                     | 130.75 |
| Net Defined Benefit Liability/(Assets)        |  | -                     | 39.78  |
| Bifurcation of Net Liability                  |  | As at 31st March 2025 |        |
| Particulars                                   |  | INR                   |        |
| Current (Short Term) Liability                |  | -                     | 25.38  |
| Non Current (Long Term) Liability             |  | -                     | 14.40  |
| Net Defined Benefit Liability/(Assets)        |  | -                     | 39.78  |

**d) Net defined benefit expense (Recognised in the Statement of profit and loss for the year)**

(Rs. in Lakhs)

| Particulars   | As at 31st March 2025 | As at 31st March 2024 |
|---|-----------------------|-----------------------|
| Current Service Cost  | 23.92                 | 21.65                 |
| Net Interest Cost   | 5.94                  | 3.88                  |
| Expected return on plan assets                                      | (9.18)                | 4.20                  |
| Net defined benefit expense debited to statement of profit and loss | 20.67                 | 19.73                 |

**e) Remeasurement (gain)/ loss recognised in other comprehensive income**

(Rs. in Lakhs)

| Particulars  | As at 31st March 2025 | As at 31st March 2024 |
|--|-----------------------|-----------------------|
| Remeasurement of (Gain)/Loss                       |                       |                       |
| - Actuarial (gain)/loss on obligations             | (13.79)               | 25.38                 |
| - Actuarial (gain)/loss for the year - plan assets | (0.37)                | 0.64                  |
| Actuarial (gain)/ loss recognised in the year      | (14.16)               | 24.72                 |

**D Assumption**

**Withdrawal Rates per annum**

| Age Band   | As at 31st March 2025 | As at 31st March 2024 |
|------------|-----------------------|-----------------------|
| 25 & Below | 50.00% p.a.           | 10.00% p.a.           |
| 25 to 35   | 40.00% p.a.           | 8.00% p.a.            |
| 35 to 45   | 30.00% p.a.           | 6.00% p.a.            |
| 45 to 55   | 20.00% p.a.           | 4.00% p.a.            |
| 55 & above | 10.00% p.a.           | 2.00% p.a.            |

**Sample Rates per annum of Indian Assured Lives Mortality**

| Age (In years) | As at 31st March 2025 | As at 31st March 2024 |
|----------------|-----------------------|-----------------------|
| 20             | 0.09%                 | 0.09%                 |
| 30             | 0.10%                 | 0.10%                 |
| 40             | 0.17%                 | 0.17%                 |
| 50             | 0.44%                 | 0.44%                 |
| 60             | 1.12%                 | 1.12%                 |

| Particulars        | As at 31st March 2025      | As at 31st March 2024      |
|--------------------|----------------------------|----------------------------|
| Discount Rate      | 6.33% p.a.                 | 7.20% p.a.                 |
| Salary Growth Rate | 5.60% p.a.                 | 5.60% p.a.                 |
| Withdrawal Rates   | Age 25 & Below : 10 % p.a. | Age 25 & Below : 10 % p.a. |
|                    | 25 to 35 : 40 % p.a.       | 25 to 35 : 8 % p.a.        |
|                    | 35 to 45 : 30 % p.a.       | 35 to 45 : 6 % p.a.        |
|                    | 45 to 55 : 20 % p.a.       | 45 to 55 : 4 % p.a.        |
|                    | 55 & above : 10 % p.a.     | 55 & above : 2 % p.a.      |

| Particulars                           | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------------|-----------------------|-----------------------|
| <b>Discount rate Sensitivity</b>      |                       |                       |
| Increase by 0.5%                      | 85.75                 | 81.12                 |
| (% change)                            | 1.34%                 | 4.67%                 |
| Decrease by 0.5%                      | 92.23                 | 89.38                 |
| (% change)                            | 1.30%                 | 5.01%                 |
| <b>Salary growth rate Sensitivity</b> |                       |                       |
| Increase by 0.5%                      | 92.23                 | 90.32                 |
| (% change)                            | 1.29%                 | 4.97%                 |
| Decrease by 0.5%                      | 89.77                 | 81.09                 |

**MUNISH FORGE LIMITED**  
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|   |        |        |
|---|--------|--------|
| (% change)                                | -1.30% | -4.70% |
| <b>Withdrawal rate (W.M.) Sensitivity</b> |        |        |
| W.R. x 110%                               | 88.52  | 85.18  |
| (% change)                                | -1.00% | 0.11%  |
| W.R. x 90%                                | 92.00  | 94.05  |
| (% change)                                | 1.68%  | 0.18%  |

**Expected Future Cashflows (Undiscounted)**

| Particulars                | (Rs. in Lakhs)        |                       |
|----------------------------|-----------------------|-----------------------|
|                            | As at 31st March 2025 | As at 31st March 2024 |
| Year 1 Cashflow            | 26.88                 | 5.29                  |
| Year 2 Cashflow            | 19.92                 | 4.51                  |
| Year 3 Cashflow            | 16.66                 | 4.86                  |
| Year 4 Cashflow            | 13.00                 | 6.29                  |
| Year 5 Cashflow            | 10.17                 | 8.82                  |
| Year 6 to Year 10 Cashflow | 30.76                 | 38.57                 |

**MINISH FORGE LIMITED**  
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**38 Corporate Social Responsibility**

In accordance with the provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, Corporate Social Responsibility (CSR) provisions became applicable to the Company for the first time during the financial year ended 31st March 2023. The Company was required to spend an amount of ₹7.77 lakh towards CSR activities during the year. Accordingly, the Company has spent ₹5.59 lakh resulting in an excess spending of ₹2.18 lakh, which shall be available for set-off against CSR obligations of subsequent financial years, in accordance with Rule 7(1) of the said Rules. The amount was spent primarily by the Company for contributing to hospitals for activities relating to the promotion of healthcare, including provision of healthcare, which is covered under Schedule VII of the Companies Act, 2013. The entire CSR obligation for the year has been met, and an amount remaining unspent as on 31st March 2023.

**39 Fair Value Measurements**

Set out below is the comparison between the carrying amounts and fair values of the Company's Financial Instruments, other than those with carrying amounts that are reasonable approximations of fair values.

(Rs. in Lakhs)

| Financial Instruments by category              | Carrying Value        |                       | Fair Value            |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | As at 31st March 2023 | As at 31st March 2024 | As at 31st March 2023 | As at 31st March 2024 |
| <b>Financial Assets at amortised cost</b>      |                       |                       |                       |                       |
| Investments                                    | 1,181.72              | -                     | 1,181.72              | 0.00                  |
| Other Financial Assets (Current)               | 426.22                | 216.00                | 426.22                | 216.00                |
| Other Financial Assets (Non-Current)           | -                     | -                     | -                     | -                     |
| Trade Receivables                              | 2,534.96              | 2,129.00              | 2,534.96              | 2,129.00              |
| Cash & Cash Equivalents                        | 196.82                | 103.00                | 196.82                | 103.00                |
| Loans  | 586.95                | -                     | 586.95                | -                     |
| <b>Financial Liabilities at amortised cost</b> |                       |                       |                       |                       |
| Borrowings                                     | 6,020.11              | 4,716.17              | 6,020.11              | 4,716.14              |
| Trade Payables                                 | 1,361.81              | 1,229.83              | 1,361.83              | 1,229.83              |
| Lease Liabilities                              | -                     | -                     | -                     | -                     |
| Other Financial Liabilities (Non-current)      | -                     | 279.00                | -                     | 279.00                |
| Other Financial Liabilities (current)          | 1,367.80              | 524.79                | 1,367.80              | 524.79                |

The fair value of financial assets and liabilities is included in the amount in which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair value of financial instruments, loans from banks and other financial institutions, as well as other non-current financial liabilities is measured by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturity. In addition to being sensitive to a reasonably possible change in the interest cash flows or the discount rate, the fair value of the equity instruments is also sensitive to a reasonably possible change in the growth rates. The valuation requires management to use unobservable inputs to the model, of which the significant unobservable inputs are disclosed in the tables below. Management regularly assesses a range of reasonably possible alternatives for these significant unobservable inputs and determines their impact on the total fair value.

The fair values of the Company's non-recurring borrowings and loans are determined by using discounted cash flow method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period.

Long-term non-current liabilities are evaluated by the Company based on parameters such as interest rates, cash flows, and individual creditworthiness of the counterparty and the credit characteristics of the financial product. Based on this evaluation, allowance is taken into account for the expected credit losses of these liabilities.

The significant unobservable inputs used in the fair value measurement categorized within Level 3 of the fair value hierarchy together with a qualitative sensitivity analysis as at 31 March 2025 are as shown below.

**Fair value hierarchy**

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 that have a significant effect on the recorded fair value are observable, (either directly or indirectly).
- Level 3: techniques that use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

**Quantitative disclosures of fair value measurement hierarchy as on 31.03.2025**

(Rs. in Lakhs)

| Particulars                                    | Carrying Value | Fair Value |         |          |
|--|----------------|------------|---------|----------|
|  |                | Level 1    | Level 2 | Level 3  |
| <b>Financial Assets at amortised cost</b>      |                |            |         |          |
| Investments                                    | 1,181.72       | -          | -       | 1,181.72 |
| Other Financial Assets (Current)               | 426.22         | -          | -       | 426.22   |
| Other Financial Assets (Non-Current)           | -              | -          | -       | -        |
| Trade Receivables                              | 2,534.96       | -          | -       | 2,534.96 |
| Cash & Cash Equivalents                        | 196.82         | -          | -       | 196.82   |
| Loans  | 586.95         | -          | -       | 586.95   |
| <b>Financial Liabilities at amortised cost</b> |                |            |         |          |
| Borrowings                                     | 6,020.11       | -          | -       | 6,020.11 |
| Trade Payables                                 | 1,361.83       | -          | -       | 1,361.83 |
| Lease Liabilities                              | -              | -          | -       | -        |
| Other Financial Liabilities (Non-current)      | -              | -          | -       | -        |
| Other Financial Liabilities (current)          | 1,367.80       | -          | -       | 1,367.80 |

**Quantitative disclosures of fair value measurement hierarchy as on 31st March 2024**

(Rs. in Lakhs)

| Particulars                               | Carrying Value | Fair Value |         |          |
|---|----------------|------------|---------|----------|
|   |                | Level 1    | Level 2 | Level 3  |
| <b>Financial Assets at amortised cost</b> |                |            |         |          |
| Investments                               | -              | -          | -       | -        |
| Other Financial Assets (Current)          | 216.00         | -          | -       | 216.00   |
| Other Financial Assets (Non-current)      | -              | -          | -       | -        |
| Trade Receivables                         | 2,129.00       | -          | -       | 2,129.00 |
| Cash & Cash Equivalents                   | 103.00         | -          | -       | 103.00   |

|  |          |  |  |          |
|--|----------|--|--|----------|
| Lease  |          |  |  |          |
| <b>Financial Liabilities at amortised cost</b> |          |  |  |          |
| Borrowings                                     | 4,710.14 |  |  | 4,710.14 |
| Trade Payables                                 | 1,229.85 |  |  | 1,229.85 |
| Lease Liabilities                              |          |  |  |          |
| Other Financial Liabilities (Contingent)       | 270.00   |  |  | 270.00   |
| Other Financial Liabilities (current)          | 824.79   |  |  | 824.79   |

#### 39 Issued Term Loan (as per Ind AS 109 & Ind AS 107)

The Company has issued a secured term loan from a financial institution, which is recognised as a financial liability, in accordance with Ind AS 109 – Financial Instruments. The loan is measured at amortised cost, and its fair value has been carried out during the year.

#### 40 Investment Property – Fair Value Adjustment (As per Ind AS 40)

The company holds investment property valued at 1 billion, acquired at a cost of Rs. 17.51 lakhs. As on 31st March 2025, the fair value of the property is Rs. 24.84 lakhs, reflecting an unrealised valuation gain of Rs. 17.40 lakhs. The property increased in value during the year, as its classification has been changed, in accordance with Ind AS 40 – Investment Property, the property is measured using the cost model, and accordingly, the fair value gain has not been recognised in the books of account.

#### 41 Exchange Rate Fluctuation – Current Debt Security and Foreign Debtors (Ind AS 21)

During the financial year, the Company recognised foreign exchange gains arising from the revaluation of monetary items denominated in foreign currency, in accordance with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. A gain of Rs. 37.45 lakhs was recorded on the Current Debt Security. These exchange differences have been accounted for in the Statement of Profit and Loss as per Ind AS 21 requirements.

#### 42 Expected Credit Loss on Trade Receivables (Ind AS 109 & Ind AS 11)

In accordance with Ind AS 109 – Financial Instruments, the Company has applied the expected credit loss (ECL) model to measure impairment on trade receivables, including those from foreign countries, using the simplified approach under which lifetime expected credit losses are recognised. As at the reporting date, trade receivables have been carried at the applicable exchange rates in line with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. Following this revaluation, a provision for expected credit loss of 1% of the gross carrying amount of trade receivables has been recognised. The ECL provision is charged to the Statement of Profit and Loss under "Allowance for expected credit loss", presented as a deduction from trade receivables in the Balance Sheet, and the net carrying amount has been recognised as a Debtors Tax Asset under Ind AS 12 – Income Taxes. Management believes that the provision adequately reflects the credit risk inherent in the trade receivables as at the reporting date.

#### 43 Lease Accounting – Right-of-Use Asset (As per Ind AS 116)

During FY 2024-25, the Company recognised Right-of-Use (ROU) assets and lease liabilities for certain properties. However, the management was not fully in accordance with Ind AS 116 as not all lease contracts were considered, based on an initial management decision to terminate or cancel any short-term leases.

Subsequently, management decided to continue with some of the lease arrangements, but the full impact was not reflected in the related financials. The Company will align its lease accounting fully with Ind AS 116 in FY 2025-26.

#### Breakup of Lease Liabilities

| Particulars                   | As at 31st March 2025 | As at 31st March 2024 |
|-------------------------------|-----------------------|-----------------------|
| Current lease liabilities     | 21.51                 | -                     |
| Non-current lease liabilities | 49.79                 | -                     |
| <b>Total</b>                  | <b>71.30</b>          |                       |

#### The movement in Lease Liability is as follows:

| Particulars                  | As at 31.03.2025 | As at 31st March 2024 |
|------------------------------|------------------|-----------------------|
| Balance at the beginning     |                  | 18.03                 |
| Additional classifications   |                  | 47.54                 |
| Finance cost incurred        |                  | 9.00                  |
| Payment of lease liabilities |                  | (41.29)               |
| <b>Total</b>                 | <b>71.30</b>     |                       |

#### Contractual Lease Liabilities on unamortised basis as follows:

| Particulars  | As at 31.03.2025 | As at 31st March 2024 |
|--|------------------|-----------------------|
| Future minimum contract payments under non-cancelable operating lease: |                  |                       |
| - Not later than one year  |                  | - 29.06               |
| - Later than one year and not later than five years                    |                  | 45.93                 |
| - Later than five years  |                  |                       |

The Company has applied paragraph 9 of Ind AS 116 for accounting of short-term leases having lease period of less than 12 months and leases for which the underlying asset is of low value. Lease payments associated with these leases are accounted either on straight line basis over the lease term or another systematic basis, which is more representative of the lease payment pattern.

#### 44 Foreign Exchange Loss on PCTV (Ind AS 21)

During the year ended 31st March 2025, the Company incurred a foreign exchange loss of Rs.28.27 lakhs on account of Paying Credit in Foreign Currency (PCFC). This loss has been recognised in the Statement of Profit and Loss in accordance with Ind AS 21 – The Effects of Changes in Foreign Exchange Rates. Consequently, the carrying amount of the PCTV balance, classified under Current Liabilities, has been reduced by the said amount.

#### 45 Security Deposits

The Company has placed security deposits with government authorities and other service providers such as electricity and telecom departments. These deposits are made in the normal course of business as a prepayment for existing services and are receivable on termination or discontinuation of the respective services.

The security deposits are classified as non-current financial assets as they are not expected to be realized within twelve months from the reporting date. These are measured at cost, which approximates their fair value, as the effect of discounting is not considered material in the context of these deposits.

No impairment has been recognized on these deposits, as they are receivable from creditworthy counterparties, primarily government or regulated entities.

#### 46 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

As per the information and records available with the Company, no interest has been provided or paid under the Micro, Small and Medium Enterprises Development Act, 2006 in respect of delayed payments made to Micro and Small Enterprises. The amount of interest, if any, that may be payable in accordance with the provisions of the MSEDY Act has not been ascertained and hence not provided for in the books of account. The Company will recognize such interest, if any, as and when the liability is determined.

#### 47. Capital Management

In the process of Company's capital management, Capital includes equity attributable to the equity holders of the Company and all other equity resources. The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and maintains shareholders' value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders or issue new shares. No changes were made in the objective, policies or processes for managing capital during the period ending 31 March 2025 and the year ended March 31, 2024.

The Company monitors capital using gearing ratio, which is calculated based on total capital plus net debt. The Company's gearing is to keep the gearing ratio between 10% to 30%.

| Particulars   | (Rs. in Lakhs)        |                       |
|---|-----------------------|-----------------------|
|   | As at 31st March 2025 | As at 31st March 2024 |
| Loans and borrowings (Net of Cash and Cash Equivalents) | 5,781.11              | 5,102.84              |
| Net Debt  | 4,297.47              | 4,342.84              |
| Equity  | 6,734.77              | 4,350.07              |
| Total Capital   | 6,734.77              | 4,559.91              |
| Capital and Net Debt                                    | 13,469.54             | 8,710.80              |
| Gearing ratio (Net Debt/Capital and Net Debt)           | 31.07%                | 58.21%                |

#### 48. Financial risk management objectives and policies

The Company's principal financial liabilities, other than derivatives, contracts 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 loans, trade and other receivables and cash and cash equivalents that are derived directly from its operations.

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company is exposed to market risk, credit risk and liquidity risk.

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 reporting activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Company policies and Company risk objectives.

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

##### (a) 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 comprise three types of risk, currency risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risks include loans and borrowings, deposits, investments and foreign currency receivables and payables. The sensitivity analysis as the reporting version refers to the position as at March 31, 2025. The analysis exclude the impact of movements in market variables on the carrying values of groups and other past-due or contingent obligations, provisions, and the non-financial assets and liabilities. The sensitivity of the outcome Profit and Loss arise in the effect of the assumed changes in the respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2025.

##### (b) Interest Rate Risk

Interest rate is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's short-term debt obligations at floating interest rates. The Company's Term loan outstanding as at March 31, 2025 comprises of fixed rate loans and accordingly, are not exposed to risk of fluctuations in market interest rates.

##### (c) Credit Risk

Credit risk is the risk that the counter party will not meet its obligation under a financial instrument or contract resulting in a financial loss. The Company is exposed to credit risk from its operating activities (primarily, trade receivables) and from its financing activities, including deposits with banks, Creditors, exchange transactions and other financial institutions.

##### (d) Trade Receivables

Customer credit risk is managed by the company based on its established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly reviewed and any exposures to major customer are promptly reviewed regularly by the management of the company.

An impairment analysis is performed at each reporting date on trade receivables, by its time expected credit loss method based on provision matrix. The maximum exposure to credit risk of the reporting date is the carrying value of trade receivables. The Company does not hold collateral as security. The Company maintains the consumption of risk with respect to trade receivables as low.

##### (e) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company in accordance with the policy.

The Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2025 is the carrying amounts. The Company's maximum exposure relating to financial instruments is noted in liquidity table below. Trade Receivables and other financial assets are written off when there is no reasonable expectation of recovery, such as before filing to engage in the liquidation plan with the Company.

| Particulars  | (Rs. in Lakhs)        |                       |
|--|-----------------------|-----------------------|
|  | As at 31st March 2025 | As at 31st March 2024 |
| Financial assets for which allowance is measured using 12 months Expected Credit Loss Method (ECL) |                       |                       |
| Cash & Cash Equivalents  | 196.82                | 107.68                |
| Other Current Financial Assets   | 420.22                | 216.60                |
| Other Non-Current Financial assets   |                       |                       |
| Financial assets for which allowance is measured using Life-time Expected Credit Loss Method (ECL) |                       |                       |
| Trade Receivables  | 2,569.57              | 2,124.68              |

Relevant with banks are subject to low credit ratings assigned to these banks.

The ageing analysis of trade receivables has been considered from the date that invoice falls due.

| Particulars                     | (Rs. in Lakhs)        |                       |
|---------------------------------|-----------------------|-----------------------|
|                                 | As at 31st March 2025 | As at 31st March 2024 |
| 0 to 180 Days due past due date | 2,457.47              | 2,081.21              |
| More than 180 days due date     | 112.10                | 58.26                 |
| Total                           | 2,569.57              | 2,129.68              |

#### (f) Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to fulfil its need for obligations arising at its reasonable price. The Company's objective is to use prudent financial options to meet liquidity to meet its cash and liquidity requirements. The Company closely monitors its liquidity position and employs a robust risk management system. It maintains adequate source of financing through the use of bank term bank deposits and credit credit facility. Processes and policies related to such risks are reviewed by senior management. Management monitors the Company's liquidity position through rolling forecasts on the basis of aggregated cash flows. The Company reviewed the concentration of risk with respect to its debt and concluded it to be low.

#### Maturity profile of financial liabilities

The table below provides the details regarding the remaining contracts of maturities of financial liabilities at the reporting date based on contractual cashflow period.

|                                     | CIN, in Lakhs:   |                  |          |
|-------------------------------------|------------------|------------------|----------|
| As at 31st March 2025               | Less than 1 Year | More than 1 Year | Total    |
| Borrowings                          | 4,877.11         | 1,147.27         | 6,024.38 |
| Other Current Financial Liabilities | 1,203.80         | -                | 1,203.80 |
| Trade Payables                      | 1,527.87         | -                | 1,527.87 |
| As at March 31, 2024                | Less than 1 Year | More than 1 Year | Total    |
| Borrowings                          | 1,120.35         | 180.79           | 1,301.14 |
| Other Current Financial Liabilities | 124.79           | -                | 124.79   |
| Trade Payables                      | 1,207.38         | -                | 1,207.38 |

#### (g) Currency Risk

The Company's operations expose it to fluctuations in foreign exchange rates, primarily relating to payments and receivables denominated in foreign currencies. Foreign currency risk arises from the possibility that the exchange rate may change, affecting the value of the Company's foreign currency denominated financial assets and liabilities.

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**49 Earnings per share (EPS)**

|   | <b>Particulars</b>   | <b>As at 31st March<br/>2025</b> | <b>As at 31st March<br/>2024</b> |
|---|--|----------------------------------|----------------------------------|
| A | Profit attributable to equity share holders of the Company for basic and diluted earnings per share (Rs. In Lakhs) | 1444.17                          | 499.60                           |
| B | Weighted average number of equity shares considered after bonus of shares into Rs. 10 each                         | 1,64,43,901.36                   | 1,63,81,863.00                   |
| C | Nominal Value of Equity Share  | 10                               | 10                               |
|   | <b>Basic earnings per share (in Rs.)</b>   | <b>8.78</b>                      | <b>3.04</b>                      |
|   | <b>Diluted earnings per share (in Rs.)</b>   | <b>8.78</b>                      | <b>3.04</b>                      |

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**A. Remission of Duties and Taxes on Export Products (RoDTEP)**

The company has accounted for total entitlement of RoDTEP on accrual basis.

(Rs. in Lakhs)

| Particulars | As at 31st March 2025 | As at 31st March 2024 |
|-------------|-----------------------|-----------------------|
| RoDTEP      | 75.95                 | 110.76                |

**D) Auditor's Remuneration:**

(Rs. in Lakhs)

| Particulars                     | As at 31st March 2025 | As at 31st March 2024 |
|---------------------------------|-----------------------|-----------------------|
| As Auditor                      | 2.50                  | 1.67                  |
| - For Taxation quarter          | 0.75                  | 1.31                  |
| - For other services            | 0.13                  | -                     |
| - For reimbursement of expenses | -                     | -                     |
| <b>TOTAL</b>                    | <b>3.38</b>           | <b>2.98</b>           |

**B Value of Raw Material & Stores Consumed and Percentage thereof:-**

| <b>A. BIFURCATION OF MATERIAL AND STORE CONSUMED</b>  |                       |             |                       |         |
|---|-----------------------|-------------|-----------------------|---------|
| Particulars   | As at 31st March 2025 |             | As at 31st March 2024 |         |
|   | Value                 | % Age       | Value                 | % Age   |
| - Raw Material  | 9559.88               | 100%        | 9909.64               | 100%    |
| - Stores & Spares   | 810.47                | 100%        | 523.07                | 100%    |
| <b>B. EARNING IN FOREIGN EXCHANGE</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
|   | In Foreign Currency   | In Rs.      | In Foreign Currency   | In Rs.  |
| -FOB Value of Export (in EURO)  | 5.55                  | 498.65      | 5.93                  | 512.17  |
| -FOB Value of Export (in GBP)   | 15.45                 | 1832.70     | 15.52                 | 1577.56 |
| -FOB Value of Export (in USD)   | 86.60                 | 7205.40     | 103.24                | 8000.20 |
| * All export transactions are hedged with bank. As per Ind AS 109, Cash flow hedge method has been applied and gain/loss on such hedging is passed through Profit and Loss. |                       |             |                       |         |
| <b>C. EXPENDITURE IN FOREIGN CURRENCY</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
| Foreign Travelling  |                       | 46.56       |                       | 12.88   |
| Custom Duty   |                       | 18291108.79 |                       | 401.65  |
| Subscription  |                       | 1.02        |                       | 4.03    |
| <b>D. CIF VALUE OF IMPORT</b>   |                       |             |                       |         |
|   | As at 31st March 2025 |             | As at 31st March 2024 |         |
| Value of Import   |                       | NIL         |                       | NIL     |

51 The company has not advanced or loaned or invested funds to any entity including foreign entities ("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;

52 The company has not received funds from any entities including foreign entities ("Funding Parties"), with the understanding, that the company shall, directly or indirectly lend or invest in other persons or entities by or on behalf of the funding parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

53 The balances of Trade Receivables, Loans & Advances, Deposits and Trade Payables are, subject to confirmation/ reconciliation and subsequent adjustments if any.

54 In opinion of the Board, all the current assets, loans & advances have the value on realization in the ordinary course of business at least equal to amount at which they are stated.

**55 Investment in Forgeco Limited, United Kingdom - Joint Venture (As per Ind AS 28, Ind AS 111, Ind AS 21 and Ind AS 103)**

On 15 March 2025, the Company acquired 50% equity interest in Forgeco Limited, UK, for Rs. 1,185.48 lakhs, via a non-cash share swap. The investment is accounted for using the equity method as per Ind AS 28.

As at 31 March 2025, the investment was revaluated at the closing exchange rate, resulting in a foreign exchange loss of Rs.3.96 lakhs recognised in Other Comprehensive Income (OCI) under Gain/(Loss) on Investments designated through OCI.

A capital reserve of Rs.0.42 lakhs arising from excess of share in net assets over cost. The Company's share of profit from 15 March to 31 March 2025 is Rs.0.20 lakhs, recognised in the Statement of Profit and Loss.

The carrying amount of the investment as at 31 March 2025 is Rs.1,181.72 lakhs.

Additional information which are included in the Consolidated Financial Statements :

| Name of the entity in the Group                         | (Rs. in Lakhs)                      |             |
|---|-------------------------------------|-------------|
|   | Share in profit or loss             |             |
|   | As % of Consolidated Profit or Loss | Amount      |
| <b>Joint Ventures (Investment as per equity method)</b> |                                     |             |
| Foreign   |                                     |             |
| Forgeco Limited   | 0.01%                               | 0.20        |
| <b>Total</b>  | <b>0.01%</b>                        | <b>0.20</b> |

#### ADDITIONAL REGULATORY INFORMATION

##### 56 Details of Benami Property held

As per information provided by the management the company has no Benami property.

##### 57 All the title deeds of immovable property are in the name of the company.

##### 58 The Company has borrowings from banks or financial institutions on the basis of security of current assets. Monthly returns or statements of current assets filed by the Company and are in agreement with the books of accounts

##### 59 Willful Defaulter

The company has not been declared willful defaulter by any bank or financial institution or other lender.

##### 60 Relationship with Struck off Companies

The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 (or section 562) of Companies Act, 1956.

##### 61 Registration of charges or satisfaction with Registrar of Companies

All charges or charges are in satisfaction with Registrar of Companies and have been made on time.

##### 62 Compliance with number of layers of companies

Provisions of restrictions on number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, are not applicable on the company as the company has no subsidiary.

##### 63 Compliance with approved Scheme(s) of Arrangements

The company has never been involved in the Scheme of Arrangements in terms of sections 230 to 237 of the Company Act, 2013.

##### 64 Utilisation of Borrowed funds and share premium:

- The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons) or entity(ies), including foreign entities (Intermediaries). The company has not provided any guarantee, security or the like to any person or entity
- The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise). Further the company has not received any guarantee, security or the like any guarantee, security or the like to any person or entity

##### 65 Undisclosed income

The Company has no such transactions unrecorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

##### 66 Details of Cryptic Currency or Virtual Currency

The Company has not traded or invested in Cryptic currency or Virtual Currency during the financial year

##### 67 Previous year amounts have been reclassified wherever necessary to conform with current year presentation.

**MUNISH FORGE LIMITED**  
**(FORMERLY KNOWN AS MUNISH FORGE PRIVATE LIMITED)**  
Notes to Consolidated Financial Statements as on 31.03.2025

**68 Analytical Ratios**

| Particulars                        | Numerator  | Denominator   | Ratios                |                       | % Variance            |                       | Reason                 |
|------------------------------------|--|---|-----------------------|-----------------------|-----------------------|-----------------------|------------------------|
|                                    |  |   | As at 31st March 2025 | As at 31st March 2024 | As at 31st March 2025 | As at 31st March 2024 |                        |
| Current Ratio                      | Current Assets   | Current Liabilities   | 1.33                  | 1.43                  | -7.47                 | N.A.                  |                        |
| Debt-Equity Ratio                  | Total Debt (Long-term + Short-term)  | Shareholders' Equity  | 0.80                  | 1.08                  | -17.38                | N.A.                  |                        |
| Debt Service Coverage Ratio (DSCR) | Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other | Total Debt Service (Interest + Principal Repayment)                         | 0.73                  | 1.75                  | -597.99               |                       | Previous loan cleared. |
| Return on Equity (ROE)             | Net Profit After Tax   | Average Shareholders' Equity  | 0.43                  | 0.26                  | 65.14                 |                       | Increase in PAT        |
| Inventory Turnover Ratio           | Cost of Goods Sold   | Average Inventory   | 4.24                  | 7.31                  | -42.02                |                       | Decrease in Purchases  |
| Trade Receivables Turnover Ratio   | Revenue from Operations  | Average Trade Receivables   | 13.84                 | 14.86                 | -5.57                 |                       | N.A.                   |
| Trade Payables Turnover Ratio      | Purchases (or Cost of Goods Sold)  | Average Trade Payables  | 9.40                  | 10.74                 | -40.46                |                       | Decrease in Purchases  |
| Net Capital Turnover Ratio         | Revenue from Operations  | Net Working Capital (Current Assets - Current Liabilities)                  | 6.63                  | 6.18                  | 7.38                  |                       | N.A.                   |
| Return on Capital Employed (ROCE)  | EBIT   | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | 0.19                  | 0.12                  | 55.94                 |                       | Increase in EBIT       |