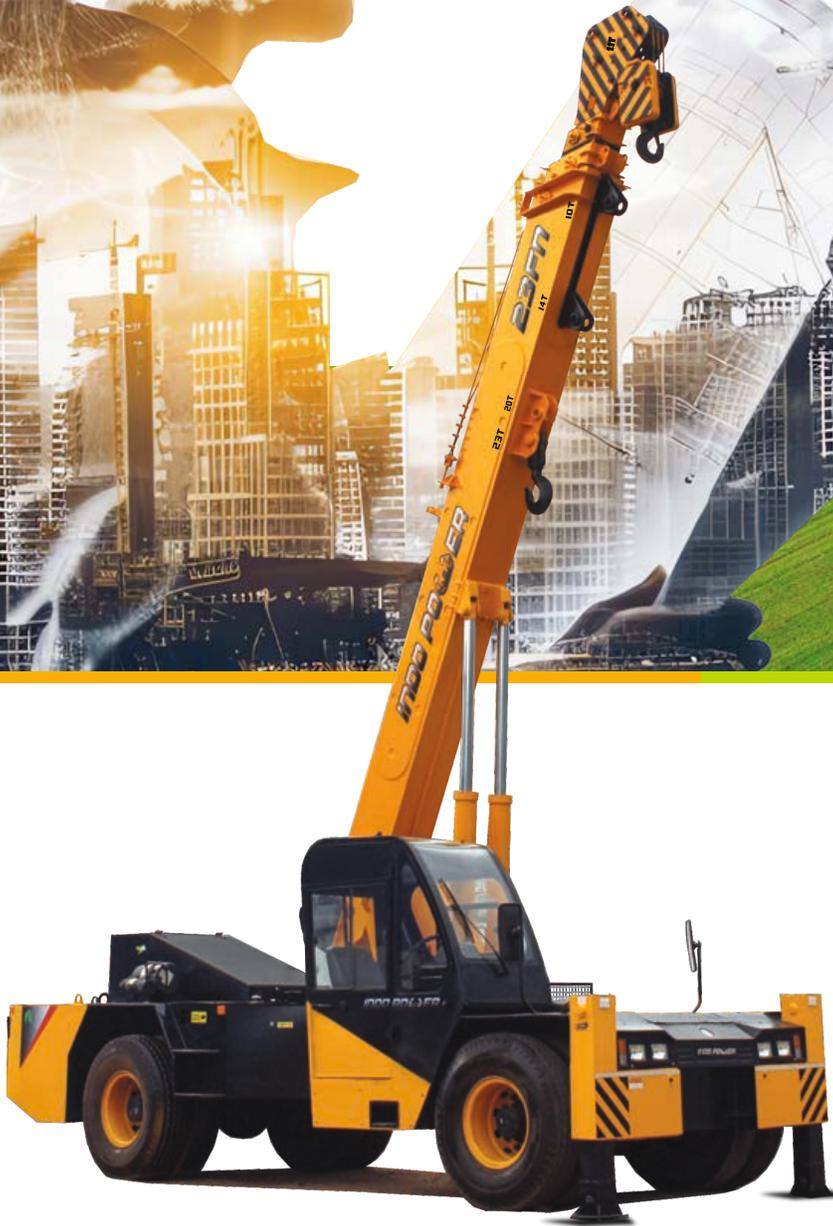




# ANNUAL REPORT

## 2024-25



**Building world-class**  
tractors, cranes, and engines  
with precision



# W E L C O M E

We are pleased to present Indo Farm Equipment Limited's first Annual Report post Initial Public offer (IPO) for FY 2024-25, marking a significant milestone in our journey toward integrated and sustainable reporting. As a leading manufacturer of pick-and-carry cranes and Tractors we are committed to driving innovation and growth while maintaining the highest standards of governance and corporate responsibility. This report reflects our dedication to creating long-term value for stakeholders through transparent disclosures, robust business practices, and alignment with global sustainability standards.

# First Annual Report Post IPO



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### **Empowering Progress, Cultivating Trust**

For over two decades, Indo Farm has been more than just a machinery manufacturer – we have been a trusted partner in India’s journey of growth and transformation. From the fertile fields that nourish the nation to the rising skylines defining tomorrow’s cities, our commitment has been unwavering: Reliability that empowers generations.

### **Reliability at Every Step – From Fields to Foundations**

Our legacy is built on delivering machines that work as hard as the people who rely on them. Our pick & carry cranes lead the way, offering unmatched versatility and superior performance across infrastructure, real estate, logistics, and manufacturing sectors. For farmers, our tractors are engineered to conquer the toughest soils and seasons, fueling agricultural prosperity across the heartland.

### **Driving Growth Beyond Metros – The Pulse of India’s New Era**

India’s fast-evolving Tier 2 and Tier 3 cities, alongside rural and semi-urban areas, are blooming with opportunity – new roads, homes, industrial parks, and affordable housing projects are reshaping landscapes and lives. Indo Farm stands firmly at this crossroads of progress, powering productivity and building trust where it matters most.

### **Dual Strength Strategy – Tradition Meets Innovation**

- High-Growth Crane Segment: A dynamic growth driver forging new paths in infrastructure and industry, providing investors with steady returns and industries with machines that match their ambition.
- Trusted Tractor Division: The backbone of our heritage, designed to meet the demands of India’s agricultural communities, delivering resilience and reliability in every season.





# Building Trust, Building India: Reliability for a New Generation

This harmonized approach positions Indo Farm uniquely – blending steadfast tradition with forward-looking innovation to generate lasting economic and social value.

## Partnering for a Stronger, Inclusive India

Indo Farm is more than a supplier – we are a partner who understands the dreams and challenges of farmers, entrepreneurs and builders alike. Our commitment goes beyond durable machines; it is about forging enduring relationships that fuel growth field by field, city by city and generation by generation.

## Shaping Tomorrow with Trust and Performance

By harnessing the momentum of India's booming infrastructure and construction sectors, especially within emerging regions, Indo Farm Equipment Ltd is poised to lead a future defined by reliability, resilience and growth. Our cranes and tractors don't just build structures and cultivate farmland – they build lives, livelihoods and lasting progress.

**Together, we are driving India forward - Powered by Trust, Driven by Innovation and Committed to Growth.**



## Chairman's Message



**Dear  
Shareholders,**

It is with immense pride and a sense of achievement that I address you as Chairman and Managing Director of Indo Farm Equipment Limited for the financial year 2024-25. Our journey, rooted in a vision to deliver world-class yet affordable agricultural and construction machinery, has reached new milestones this year, embodying both our long-standing values and readiness to take bold strategic steps towards sustained leadership.



## A Vision Realized, Foundations Strengthened

Since our inception in 1994, Indo Farm's philosophy has revolved around empowering India's farmers and construction sector through innovative products and unwavering commitment to quality. Our mission—to deliver high-quality, fuel-efficient, multi-featured solutions at the right value—remains central to every decision. We have made significant advancements, cementing Indo Farm's reputation as a reliable, innovative, and socially responsible manufacturer not only across India but in more than 30 countries.

## Organisational Transformation & Strategic Integrations

FY25 was a watershed year for Indo Farm as the Company successfully launched its IPO at BSE and National Stock Exchanges Ltd. In response to strong market demand and growing customer segments, we are in the process of major capacity expansion by setting up a dedicated, state-of-the-art manufacturing unit in Baddi for our Pick & Carry Crane division. Funded by our successful IPO, this investment will expand annual crane capacity from 1,280 to 4,880 units, simplifying operations and creating long-term value.

We also achieved a key milestone by acquiring advanced tower crane technology from Sichuan Hong sheng Heavy Machinery, China. This partnership will unlock the next phase of growth in the tower crane market, allowing us to blend global engineering with Indo Farm's trusted manufacturing excellence.

## Performance Highlights

I am pleased to report that Indo Farm delivered a steady and resilient performance in FY25. Revenue from operations reached ₹38,718.92 lakhs, reflecting a 3.19% increase over the previous year. Profit After Tax strengthened to ₹2,354.68 lakhs, an improvement of 52.87%, underscoring our continued emphasis on operational efficiency and cost discipline.

A key driver of this performance has been the progress in our crane business. Revenue from Pick & Carry Cranes stood at ₹22,505.31 lakhs, accounting for 58% of annual revenue and surpassing contributions from the tractor division. This demonstrates the impact of our strategic investments and reinforces the potential of this segment as a growth engine for the company.

## Product & Market Expansion

FY25 marked the successful launch of multiple new BS-V compliant Pick & Carry Cranes and new models of tractors engineered for both domestic and international markets. Indo Farm is now uniquely positioned to address approximately 80% of the global market opportunity in its core categories. Our focus on backward integration—

producing 65% of crane and 40% of tractor components in-house—has yielded steady quality control and competitiveness.

## People, Culture, and Purpose

At the heart of Indo Farm's progress is our dedicated team of approx. 951+ employees. We are investing in comprehensive talent development, internal promotions, and a rewarding work culture. We believe our team's diverse expertise, values, and innovation mindset are the force behind every milestone. Indo Farm is committed to being a "Great Place to Work" by promoting inclusion, growth, and employee well-being.

## Stakeholder Commitment

To our customers, we promise innovation, reliability, and responsive after-sales service. Our strong dealer network—165+ across India—enables wider accessibility and better customer support. We thrive towards continued value creation, prudent capital allocation, and a focus on sustainable returns. For our dealers and partners, we dedicate resources to profitability, logistics, and market access. To our people, we pledge an environment that challenges, rewards, and uplifts.

## Digital, Operational Excellence & Sustainability

Indo Farm continues to adopt digital solutions to streamline manufacturing, enhance customer touchpoints, and support dealer operations. We are equally dedicated to sustainability, investing in green production, and engaging our communities through environmental awareness, education, and CSR projects.

## Future Outlook

The future is promising. We aim to commission the new crane manufacturing unit by the end of third Quarter of financial year 2026, expanding our construction equipment portfolio by adding Tower crane, scale up exports, explore new market segments, and further strengthen our leadership in the Indian and global landscapes. Indo Farm will prioritize R&D, and further digitalize our processes while upholding our core values and stakeholder commitments.

## Closing Gratitude

On behalf of the Board, I extend my heartfelt gratitude to our customers, employees, business partners, dealers, and investors for their unwavering support and trust. Together, we will continue to propel Indo Farm into a future of growth, value creation, and positive impact for all.

With warm regards,  
**Ranbir Singh Khadwalia**  
 Chairman & Managing Director  
**Indo Farm Equipment Limited**

## BOARD'S WELCOME ADDRESS

We are pleased to extend a warm welcome as we present Indo Farm Equipment Limited's first Annual Report Post IPO for FY 2024-25. At Indo Farm, we remain steadfast in our commitment to elevate the mechanization landscape and deliver growth through continuous innovation. We foster strength by nurturing a culture rooted in optimism and imaginative thinking. Our dedication to corporate responsibility is evident in our pursuit of sustainable growth, fortified by robust governance, integrity, and transparent business practices

This report serves as a comprehensive overview of both the financial and non-financial performance of the company throughout FY 2024-25. Additionally, it offers pertinent insights into our strategic initiatives, governance framework, stakeholder engagement, risk management strategies, and prospects. We believe it provides a thorough understanding of our business activities and progress.

The creation of this report has been a collaborative effort, meticulously reviewed to ensure the adequacy and completeness of disclosures. We are confident it offers a holistic view of our value creation efforts for FY 2024-25.

## DISCLAIMER

This document is prepared by Indo Farm Equipment Limited ("the Company") and is solely for information purposes. It does not constitute an offer to buy, sell, or purchase any securities of the Company nor enter into any agreement with regard to any investment. This report includes statements relating to the future, which involve risks and uncertainties. Such statements are not guarantees of future results and are subject to risks and uncertainties, many of which are beyond our control. Indo Farm Equipment Limited undertakes no obligation to update any forward-looking statements. Any reliance on the information in this report is at the user's discretion.





## Cautionary Statement

Statements in this Report, describing the Company's objectives, projections, estimates, expectations or predictions may be "forward-looking statements" within the meaning of applicable laws and regulations. While these statements are based on certain assumptions and expectations of future events, the actual results and performance of Indo Farm Equipment Limited may differ materially from those either expressed or implied.

Important factors that could make a difference to the Company's operations include among other global and domestic demand-supply conditions, price trends of raw materials and components, changes in the regulatory environment, government policies, tax laws, economic developments within India and overseas and risks associated with economic and business conditions.

The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements, on the basis of subsequent developments, information or events except as required under applicable laws.

## ABOUT THE REPORT

This Annual Report offers a clear and comprehensive view of Indo Farm's performance and progress during the financial year ending March 31, 2025. It combines financial data, operational highlights, management insights and sustainability efforts into a single reporting suite designed to provide transparent and meaningful information to all stakeholders.

Prepared in line with regulatory requirements and best industry practices, the report aims to enhance understanding of Indo Farm's business strategy, risk management and value creation journey. Through clear narratives and data-driven analysis, it supports informed decision-making and reflects Indo Farm's commitment to sustainable growth and innovation.

## REPORTING PERIOD

This report covers consolidated and standalone financial information of the Company for the period April 1, 2024 to March 31, 2025. It also covers Key Performance Indicators which are as on March 31, 2025 along with Board of Directors and Management Team updated till June 30, 2025.

## SCOPE AND BOUNDARY

This report extends beyond financial and statutory reporting and includes information on our strategy, stakeholder engagement, governance, risk, materiality



and compliance along with operational, sustainability and social performance. We disclose qualitative and quantitative information concerning key functions and businesses, including risks and opportunities relevant on a consolidated basis.

## PRECAUTIONARY APPROACH

At Indo Farm Equipment Limited, we are committed to creating a positive impact on our stakeholders, industry and society. We actively assess, manage and mitigate risks associated with our business in a structured manner. We continue to take precautionary steps in line with regulatory requirements to ensure long-term, sustainable growth for the Company and our stakeholders.

## CONTACT

For any queries in this report, please contact:  
[compliance@indofarm.in](mailto:compliance@indofarm.in)



# Company Overview

Established in 1994 and headquartered in Chandigarh, Indo Farm Equipment Limited is a leading ISO 9001:2015 certified manufacturer of Pick & Carry Cranes (9-30 Tons) Tractors (16–110 HP), Operating from its advanced manufacturing facility in Baddi, Himachal Pradesh, Indo Farm delivers high-quality products under “Indo Farm” and “Indo Power” brands across India and over 30 export markets worldwide. The company is supported by a wide dealer network of 150+ tractor and 15+ crane dealers, serving key Indian states and global customers.

## Investment Highlights & Growth Drivers

Indo Farm Equipment Ltd. is poised for remarkable growth, driven by a multi-pronged strategy that underpins its direction both in construction equipment and agricultural sectors. The company has initiated an accelerated capacity expansion by setting up a crane-dedicated new manufacturing facility at Industrial Area, Malku Majra, (near Bhud), Tehsil Baddi, Distt. Solan (H.P) with a total capital outlay of ₹71.13 crore. This new plant will add 3,600 units to annual output, lifting the company’s overall capacity to 4,880 units p.a. This expansion will firmly position Indo Farm to capture a greater share of the rapidly growing construction and infrastructure market.



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A key driver of the company's ongoing transformation is its advanced technology collaboration through a recent strategic tie-up by acquiring tower crane technology from leading Chinese manufacturer Sichuan Hong sheng Heavy Machinery, Indo Farm is under progress of broadening and modernized its product portfolio. This move enhances the company's competitiveness.

The commitment to integrated and cost-efficient manufacturing further strengthens Indo Farm's value proposition. By producing over 65% of crane components and more than 40% of tractor components in-house, the company maintains tight quality control, achieves cost efficiencies and accelerates the pace of innovation. This in-house excellence enables rapid adaptation to market demands while safeguarding product reliability.

Indo Farm's robust market ecosystem is another cornerstone of its growth. A wide dealer network

guarantees comprehensive market coverage and amplifies brand visibility. Supported by its NBFC arm, Barota Finance Ltd.—which manages assets worth ₹131.70 crore—the company empowers a wider spectrum of customers to access its equipment through flexible financing options.

The company's forward momentum is reinforced by favorable market dynamics. The Indian construction equipment market is projected to reach USD29.5 billion by 2033, registering a healthy 7.6% CAGR between 2024 and 2033, while the agricultural equipment sector is expected to grow at an 8.5% CAGR through 2029, bolstered by a trend toward greater farm mechanization. (<https://www.researchandmarkets.com>) Pick and Carry Cranes are emerging as a primary growth engine within construction equipment and Indo Farm's proactive focus in this segment positions it for sustained growth and profitability. At the same time, increasing modernization and mechanization across Indian agriculture are fueling continued demand for the company's trusted tractors.

Indo Farm's competitive edge lies in its diverse product portfolio that addresses the evolving needs of infrastructure. A strong in-house R&D empowers ongoing innovation and ensures compliance with the latest emission standards. Strategic exports to over 30 countries diversify the company's revenue base, while a distinct focus on high-margin Pick and carry crane underpins a trajectory of profitability and long-term growth.

**“Lifting India's Growth  
— From Farm Fields  
to Urban Skylines  
with Innovation and  
Strength.”**

## Vision

To be recognized as the most reliable, trustworthy, and socially responsible manufacturer of agricultural and construction equipment globally.

To innovate and develop new technologies that address the diverse and complex needs of farmers.

To foster sustainability in agriculture and contribute to a brighter, more prosperous future for India and the world.



## Mission

To offer high-quality, multi-featured, and fuel-efficient agricultural, industrial, and construction equipment.

To deliver world-class performance and provide excellent after-sales service.

To make quality equipment accessible and affordable for farmers, thereby empowering them.



# Indo Farm Equipment Ltd at Glance

Indo Farm Equipment Ltd is a leading Indian manufacturer of Pick and Carry Cranes and Tractors, catering to a diverse range of industries such as construction, logistics, industrial parks, real estate, and agriculture. With over two decades of experience, we specialize in designing and delivering machines that offer efficiency, durability and high performance—specifically engineered for Indian working conditions.

Our product portfolio features Pick & Carry Cranes ranging from 9 to 30 tons, designed for infrastructure, Real Estate and industrial projects. We also offer a wide range of tractors from 16 to 110 HP to meet the varied needs of the agricultural sector.

Barota Finance Limited, a wholly owned subsidiary of Indo Farm Equipment Limited, is a RBI-registered, Non systemically non deposit taking base layer NBFC primarily focused on financing agricultural and construction equipment. With assets under management (AUM) of approximately ₹132 crore as on 31st March 2025, Barota Finance serves a customer base of over 6,000 active clients. Its core operations include providing financing for new tractors sold by Indo Farm, as well as refinancing pre-owned tractors from both Indo Farm and other brands.

With a strong dealer and service network across India, a rapidly expanding crane division contributing to profitability and a legacy of value-driven solutions, Indo Farm continues to solidify its position as a trusted equipment partner for businesses and industries nationwide. Our machines are designed to reduce costs and maximize productivity for customers, while delivering consistent and sustainable growth for our stakeholders.



# Products and Services

## Pick & Carry Cranes

At Indo Farm, we specialize in manufacturing robust and easy-to-operate hydraulic pick and carry cranes, ranging from 9 Ton to 30 Ton capacity. Engineered with advanced safety systems and ergonomic features, our cranes are built to meet the highest standards of strength, reliability and operational safety.

Whether you're handling construction, infrastructure or industrial lifting needs, our mobile cranes are designed to enhance efficiency, reduce risk and give you a competitive edge. From design and manufacturing to after-sales service, we provide comprehensive solutions tailored to meet your on-site demands with confidence and precision.





## Tractors

Comprehensive range of tractors from 16 HP to 110 HP available in both 2WD and 4WD configurations. Designed to meet the needs of both domestic and international markets, our tractors advanced technology with powerful, fuel-efficient engines ensure superior performance across a wide spectrum of agricultural applications.

With a strong focus on reliability, durability and efficiency, Indo Farm tractors deliver a competitive edge in the field. Supported by a nationwide dealer and service network, we ensure prompt, doorstep support, helping farmers maximize productivity with minimal downtime.



Stakeholder Engagement

# Empowering Rural Progress, Building Partnerships

Over the past two decades, Indo Farm has fostered deep-rooted engagement with its key stakeholders—including farmers, employees, customers, dealers, suppliers, bankers and investors. The company's approach is rooted in close collaboration and continuous feedback, along with dealer networks and field teams organizing trainings, demonstrations and workshops to empower farmers with knowledge of sustainable practices and advanced technologies.

Indo Farm's initiatives promote community development—supporting local infrastructure, education, and employment—while ongoing communication keeps stakeholders informed and strengthens long-term relationships. This transparent and inclusive engagement ensures that Indo Farm's growth remains aligned with the evolving needs and priorities of the customers, partners, and communities we serve. We are committed to delivering sustainable value to all stakeholders—driving progress, trust and long-term success.





Stakeholder Group	Channels of Communication	Frequency	Importance
Shareholders/Investors	<ul style="list-style-type: none"> <li>- Annual Reports</li> <li>- Investor Meetings</li> <li>- Stock Exchange Filings</li> <li>- Press Releases</li> </ul>	<ul style="list-style-type: none"> <li>- Annually</li> <li>- Quarterly</li> <li>- As needed</li> </ul>	Essential for transparency and compliance
Board of Directors	<ul style="list-style-type: none"> <li>- Board Meetings</li> <li>- Reports &amp; Dashboards</li> <li>- Email</li> </ul>	<ul style="list-style-type: none"> <li>- Monthly or Quarterly</li> <li>- As needed</li> </ul>	Strategic decision making
Regulatory Bodies	<ul style="list-style-type: none"> <li>- Compliance Reports</li> <li>- Filings</li> <li>- Official Correspondence</li> </ul>	<ul style="list-style-type: none"> <li>- Quarterly / Annually</li> <li>- As needed (compliance)</li> </ul>	Legal Compliance reporting, approvals
Customers	<ul style="list-style-type: none"> <li>- Email</li> <li>- Newsletters</li> <li>- Website Updates</li> <li>- Customer Service</li> </ul>	<ul style="list-style-type: none"> <li>- Throughout the year</li> </ul>	Brand reputation and retention, validation, Product improvisation.
Dealers/Distributors	<ul style="list-style-type: none"> <li>- Email, Phone, Contract Meetings, Social Media, Customer feedback, dealer meets,</li> </ul>	<ul style="list-style-type: none"> <li>- Regular</li> </ul>	Local market insights, after-sales support, ensure product availability
Suppliers	<ul style="list-style-type: none"> <li>- Supplier meets</li> <li>- email/phone communication, plant visits</li> </ul>	<ul style="list-style-type: none"> <li>- Regular</li> </ul>	Coordination, deliverables, Supply continuity
Employees	<ul style="list-style-type: none"> <li>- Internal communication platforms,</li> <li>- Performance reviews, suggestion schemes</li> </ul>	<ul style="list-style-type: none"> <li>- Monthly/Quarterly</li> </ul>	Status updates, Internal alignment with business goals
Banks / Financial Institutions	<ul style="list-style-type: none"> <li>- Financial Statements</li> <li>- Performance Reviews</li> <li>- Calls &amp; Emails</li> </ul>	<ul style="list-style-type: none"> <li>- As and when required</li> </ul>	Financing continuity, risk assessment

# Nuturing Growth

## INPUT

### Financial capital

The robust financial foundation enabling strategic growth

- Market Capitalization: ₹743.12 Crores as on 31st March, 2025
- Revenue from operations (FY25): ₹387.19 Crores
- Profit After Tax (FY25): ₹23.55 Crores
- IPO Funds Raised by company in FY 2025: ₹184.90 Crores

### Human capital

Empowering with expertise

- Total employees: 951 (as of March 31, 2025)
- In-house specialist engineers and technicians
- Focus on continual skill upgradation and training

### Intellectual capital

Innovation for farmers

- In-house R&D Centre for indigenous design of tractors and cranes
- Developed 330+ tractor components & 190+ crane components in-house
- Focus on low emissions & fuel efficiency technology

### Manufacturing capital

World-class infrastructure at the core

- State-of-the-art manufacturing facility at Baddi (Himachal Pradesh), spanning 34 acres
- Annual Capacity: 12,000 Tractors, 1,280 Cranes, Foundry – 6000 MT
- Captive Foundry, Machine shop, Gear Shop, Hydraulic Shop & Fabrication

### Social and relationship capital

Partnership for inclusive growth

- 165+ dealer network pan-India
- Dealer return programs and farmer financing support

### Natural capital

Sustainability in action

- Technology for optimized fuel efficiency
- Focus on waste management and recycling initiatives
- Promotion of conservation agriculture implements





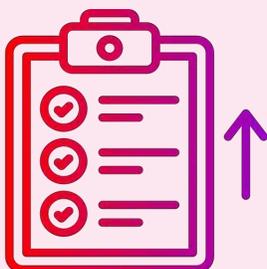
## Strategic Priorities

- Expand capacity and market reach for pick & carry cranes and construction equipment
- Strengthen leadership in high-performance and affordable tractors for Indian farmers
- Accelerate pan-India distribution and double dealer network presence
- Invest in technology partnerships and localization for advanced crane manufacturing
- Drive innovation in fuel-efficient, low-emission machinery
- Facilitate farmer prosperity with accessible financing and after-sales support



## OUTPUT

- Total Revenue (FY25): ₹389.81 Crore
- Operating Profit (FY25): ₹98.05 Crores
- Net Profit (PAT, FY25): ₹23.55 Crores
- 951 employees, with continuous focus on training and capacity building
- 165+ dealer and service points nationwide
- Recognition for indigenous innovation and in-house R&D
- Launched new models in tractors (up to 110 HP) and pick & carry cranes (up to 30 tons) in 2024-25
- Increased production capacity to 1,280 cranes annually
- Expanded international presence to 30+ countries
- Ongoing rural skill development and dealership training programs
- Innovations in eco-efficient, low-emission engines and implements
- Dealer financing and farmer support initiatives deployed in multiple states
- Emphasis on recycling and sustainable waste management at Baddi plant



## Outcomes

### Empower Small and Marginal Farmers

Enhance agricultural productivity and farmer incomes by ensuring access to affordable, reliable and efficient mechanization solutions tailored to the needs of smallholders.

### Promote Climate-Smart Agriculture

Facilitate the widespread adoption of sustainable, fuel-efficient, and low-emission technologies to support environmentally responsible farming practices in alignment with global climate goals.

### Deliver Market-Ready Machinery

Maintain and continuously evolve a diverse portfolio of high-quality, durable and innovative equipment to meet the changing demands of both domestic and international markets.

### Encourage Eco-Friendly Practices

Support eco-conscious manufacturing processes and promote conservation agriculture through advanced solutions such as zero-till, precision farming tools, and mulching implements.

### Strengthen Rural Economies

Contribute to rural development by creating employment opportunities, supporting agri-entrepreneurship and driving the prosperity of local agrarian communities through inclusive growth models.



# Our Journey

Commenced tractor production in Baddi, Himachal Pradesh, through a technical collaboration with Ursus, Poland.

**2000**



Introduced the 3-series tractor range: 3065DI, 3050DI, 3040DI, and 3035DI.

**2005**



Started production at their own foundry division.

**2007**



**2001**



Launched the first tractor model, 2050 DI.

**2006**



Began exporting engine parts to Ursus, Poland.

**2010**

Exported to UK-1 ach

Established Barota Finance Limited, an NBFC subsidiary, to provide financing solutions to customers.

**2017**



Introduced new tractor models: 20HP and 100HP.

**2020**



Released the DI HT and tractor

**2022**

**2019**



Launched the Indo Power 30 FN crane.

**2021**



Launched the 1026e tractor model for the European market.



Commenced production of Indo Power Green Gensets.

**2009**



Initiated production of the new-generation crane model 16FN.

**2011**



**2008**



Launched generator engines based Lister Pitter and achieved ISO 9001:2008 certification.

**2010**



Started production of harvester combines and launched 75HP and 90HP tractors.

**2015**



Began production of 26 HP 4x4 orchard tractors.

Launched the Indo 3055 and 3060 DI HT models.



**2025**

Successfully launched IPO and got listed on NSE and BSE. Acquired advanced tower crane manufacturing technology from China.

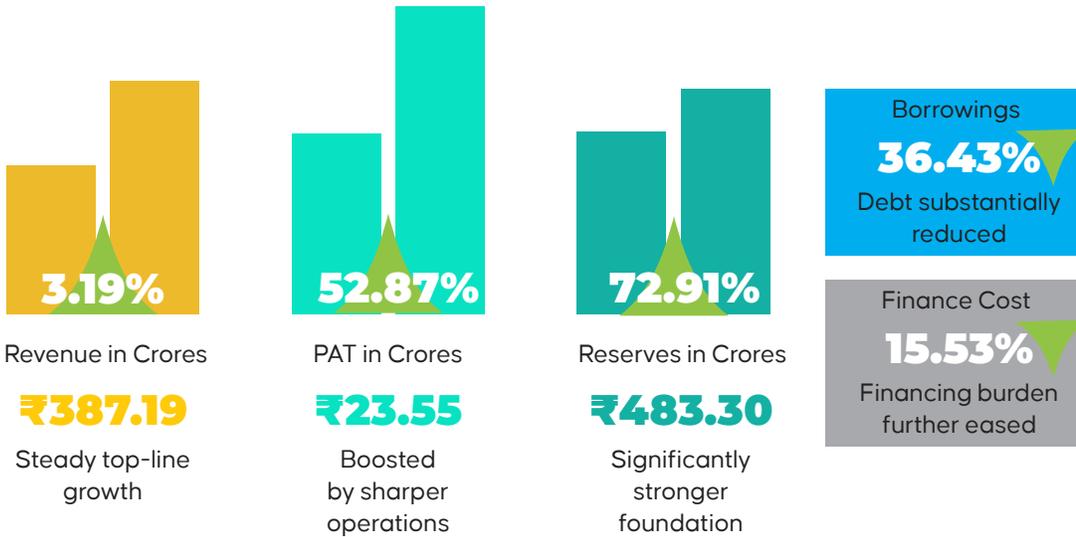


**2023**



Launched the Indo Farm 3055 NV PLUS, 3065DI, 3075DI IN BS-IV tractors, and Indo Power Pick and Carry cranes of the FN series (15, 18, 20, 23, and 30-ton capacities) in both 2-wheel and 4-wheel drive variants, compliant with BS-IV standards.

Key Achievements and Consolidated Financial Highlights (FY 2024-25)



Pick & Carry Crane Revenue  
**₹225.05 Crores**

Currently the largest revenue contributor



Tractor Revenue

**₹141.72 Crores**

Holds strong presence





## Product Segment-wise Revenue Breakup

Rs. in Crores

Product Segment	FY 2023-24	% of Total (FY24)	FY 2024-25	% of Total (FY25)
Pick & Carry Hydraulic Cranes	168.38	44.87%	225.05	58.12%
Tractors & Agri Equipment	184.09	49.06%	141.72	36.60%
NBFC Financing (Barota Finance)	22.77	6.07%	20.42	5.28%



### Plant and Manufacturing Unit

**Location:** Export Promotion Industrial Park, Phase-II, Baddi, Solan, Himachal Pradesh.

**Facility:** Manufacturing Unit spread over area of 127,840 sq. meter.

**Capacity:** 12,000 Tractors and 1,280 Cranes per year; set to rise to 4,880 Cranes after setting up new Pick and Carry Crane Plant.

**Features:** Deep backward integration (The Company has its own Casting Division, Machine Shop, Hydraulic Division, Gear Shop, Sheet metal and heavy metal Fabrication Division).

# Unique Selling Proposition

## Core Strengths

**Fully Integrated Production:** In-house manufacturing of most components (around 65% by value for Cranes, 40% for Tractors), including a captive foundry and machining unit.

**Diverse Product Mix:** Nearly 80% of global market addressed through product range.

**R&D Leadership:** Global partnerships and robust in-house development.

**Financial Discipline:** Consolidated EBITDA margin of 15.62% in FY25

**Expanding Market Presence:** Over 165+ tractor/crane dealers, strong footprint in India and more than 30 export countries.

## Core Values

**Quality & Performance:** Deliver robust, efficient farm & construction solutions.

**Affordability:** Focus on accessible pricing for Indian and global farmers.

**Innovation:** In-house R&D and adoption of proven global technology.

**Sustainability:** Commitment to lower emissions, community engagement, efficient resource use.

**Stakeholder Responsibility:** Integrity, teamwork, and customer-first approach.





### Advantages

A 5-acre area and 6000 ton annual capacity enable meticulous focus, ensuring top-notch quality for critical castings.

With ample space and high capacity, we swiftly adapt production cycles to cater to dynamic market demands.

Increased production capability enhancing overall efficiency and cost-effectiveness.

Positioned for growth, our facility is poised to serve as an OEM for other automobile

### Research and Innovation

Specialized engineers use cutting-edge technology to deliver customized solutions for diverse customer needs.

The centre meticulously designs and rigorously tests products, ensuring quality from concept to rollout.

R&D focuses on accelerating innovation and maximizing product value for economic benefit, with expertise in all models of cranes and tractors.

### Key achievements in Engine technology

Indigenization of technology to manufacture top-quality tractor engines for the 2-series tractors. The technology was initially obtained from URSUS, Poland.

Development of two new high-performance engines, namely 3-cylinder and 4-cylinder which are used in our 3 series tractor and crane models.

Designing a re-entrant combustion chamber for better air-fuel mixing which yields higher fuel efficiency.



## Brief Profile of the Directors



**Mr. Ranbir Singh Khadwalia**  
**Chairman and Managing Director**

Mr. Ranbir Singh Khadwalia aged 64 years is one of the founding Promoters of our Company. He is currently designated as Chairman and Managing Director of our Company. He has been associated with our Company since incorporation of our Company. He has completed his Diploma in Mechanical Engineering from Haryana State Board of Technical Education. Before commencing the Indo Farm, he was associated with Eicher Farm Machinery Limited in the Production department. He has around three decades of experience in manufacturing of farming / agricultural equipments and machines. He is currently responsible for overall supervision of the management and affairs of the Company including the setting up of new plants and developing industry networks for further business development.



**Mr. Anshul Khadwalia**  
**Whole Time Director**

“Anshul Khadwalia, our Sales & Marketing Head at IFEL’s Farming Division, is a dynamic professional with a B.Sc. (Honors) in Business Operations & Marketing from Aston University, U.K. Recognized as one of Hindustan Times’ TOP 30 UNDER 30, he brings both passion and expertise to our organization. Anshul’s influence extends beyond the boardroom; he is also an active angel investor in the Chandigarh angel network, a TED talks speaker, and a top-ranked COO in rural marketing. His unwavering dedication fuels our company’s success.”



**Mr. Charan Singh Saini**  
**Whole Time Director**

Mr. Charan Singh Saini has obtained Diploma in Mechanical Engineering from Board of Technical Education, Harayana in the year 1975. He was previously associated HMT Limited and Maruti Suzuki. He has an overall experience of 4 decades in Tractor and automobile industry. Currently, he is responsible for the overall operations and supervision of manufacturing facilities at Indo Farm.



**Mr. Brij Kishore Mahindroo**  
**Non Executive Independent Director**

Mr. Mahindroo holds Bachelor of Science and a Master of Science degree from Himachal Pradesh University. He has over 36 years of extensive experience in the banking sector, having served with Punjab National Bank in various capacities. He retired as Deputy General Manager, where he contributed significantly to operational management, business development, and financial administration. His vast professional experience and deep understanding of the financial services sector add valuable expertise to the Board and strengthen the Company's governance framework.



**Ms. Arshdeep Kaur**  
**Non Executive Independent Director**

Ms. Arshdeep Kaur has completed her Bachelor in Business Administration and Masters in Finance and Control from Punjab University. She is also a Qualified Company Secretary and a member of the Institute of Company Secretaries of India. She has an overall professional experience of more than 11 years in handling company secretarial and corporate law.



**Ms. Babita Dosajh**  
**Non Executive Independent Director**

“Ms. Babita Dosajh She has completed her Bachelor's in Arts from Bede's College, HP University. She also completed M.A. in Psychology from HP University and PHD in Industrial Psychology from HP University. She had also completed MBA from Manonmaiam Sundaranar University, Tamilnadu. She has more than two decades of teaching experience. Presently she is working as Associate Dean and Head of School of Humanities Cum Associate Professor (Management-HR) with Amity University, Punjab and Amity Global Business School, Mohali.

# Key Projects & New Key Orders

Indo Farm Equipment Ltd. is poised for remarkable growth, driven by a multi-pronged strategy that underpins its direction both in construction equipment and agricultural sectors. The company has initiated an accelerated capacity expansion by setting up a crane-dedicated manufacturing facility at Industrial Area, Malku Majra, (near Bhud), Tehsil Baddi, Distt. Solan (H.P) with a total capital outlay of ₹71.13 crore. This new plant will add 3,600 units to annual output, lifting the company's overall capacity to 4,880 units pa. This expansion will firmly position Indo Farm to capture a greater share of the rapidly growing construction and infrastructure market.

A key driver of the company's ongoing transformation is its advanced technology collaboration through a recent strategic tie-up by acquiring tower crane technology from leading Chinese manufacturer Sichuan Hong sheng Heavy Machinery, Indo Farm is under progress of broadening and modernizing its product portfolio. This move enhances the company's competitiveness.

**Dealer Network Growth:** Indo Farm is aggressively expanding its domestic and international dealer network, aiming to reach 500 dealers by 2027. This expansion strengthens the company's sales, distribution, and after-sales service infrastructure, enhancing market penetration and customer support.



# Our Presence

Indo Farm Equipment Ltd has built a strong and expanding footprint by delivering Pick and Carry cranes and Tractors to customers across India and beyond.

We export our products to over **30 countries across Asia, Africa, Europe, and South America**, Within India, our robust distribution network of **165+ dealers of Pick and Carry Cranes and Tractors** ensures that we remain accessible and reliable for customers across every region.

Each market we serve reflects our commitment to delivering durable machines, tailored solutions and trusted service that meet diverse geographical and industrial needs.

With this widespread reach, Indo Farm continues to strengthen its role as a trusted global partner, supporting agriculture and infrastructure growth from rural farmlands to bustling cities around the world.



**S**

Wide product portfolio: pick & carry cranes (9-30 Tons), tractors (16-110 HP), engines.

Healthy margins, consistent YoY revenue growth, strong balance sheet

165+ dealer network pan India; exports to over 30 + countries

In-house R&D and Barota Finance NBFC for customer financing, enabling better market access



**W**

Concentrated manufacturing in Baddi, HP; expansion plans in progress

Brand visibility is still developing internationally

Dependence on rural/agri cycles affects quarterly revenue predictability

Limited digital sales and after-sales platforms (improving with new IT initiatives)

## SWOT Analysis



Expand dealer network in India and focus on Africa, SE Asia, and Latin America exports

Product innovation: electric tractors, emission-compliant engines, and smart agri solutions

Growing farm mechanization and government agri-support programs in India

Digitalization: CRM, supply chain, and after-sales integration can boost efficiency

Intense competition from established players in both cranes & tractors segment.

Stringent Regulatory norms on emissions safety, digital compliance and rising certification costs

Volatility in steel and critical input prices; supply chain disruption risks

Monsoon dependence, rural credit cycles, and economic slowdowns can impact demand

# Management Discussion & Analysis

## Global Economic Overview

The global economy sustained moderate growth in FY2024-25 despite ongoing challenges such as elevated interest rates, inflationary pressures, and geopolitical uncertainties. While the pace reflected a recovery from pandemic-era lows, it remained below the long-term average prior to 2020, constrained by tighter monetary policies, policy uncertainty, and sector-specific bottlenecks impacting both developed and emerging markets.

## Economic Growth & Sector Trends

### Manufacturing Sector:

The global manufacturing industry showed resilience amid rising input costs and shifting demand. Increasing adoption of Industry 4.0 technologies—such as artificial intelligence, robotics, and IoT—helped improve efficiency

and customization. Traditional manufacturing continues to adapt to diverse sectors including automotive, agriculture, and construction.

### Construction Equipment:

The market for construction machinery, particularly pick-and-carry cranes, experienced steady growth driven by infrastructure development and urbanization. Investments in sustainable and energy-efficient equipment gained momentum, aligned with global environmental regulations.

### Agricultural Machinery:

The agricultural machinery sector expanded with increased mechanization and government support in emerging economies. Key regional hubs—North America, China, Germany, and India—continue to lead innovation, investment, and export activities.

## Details of Significant Changes in Key Financial Ratios

Ratio	31.03.2025	31.03.2024	% Change
Current Ratio	2.89	1.52	89.95%
Debt Equity Ratio	0.18	0.55	-66.60%
Debt Service coverage Ratio	2.17	2.01	7.82%
Return on Equity	5.53%	4.67%	18.36%
Net Profit Ratio	6.17%	3.84%	60.45%
Return on Capital Employed	7.34%	8.30%	-11.54%

### Comments for variations above 25%,

- The current ratio has improved as a result of a reduction in current liabilities, primarily due to the repayment of working capital limits during the financial year
- The debt-equity ratio has declined following the company's capital infusion through the allotment of 19,00,000 equity shares of ₹10 each at a premium of ₹175 via preferential allotment/private placement, and the issuance of 86,00,000 equity shares of ₹10 each at a premium of ₹205 through an Initial Public Offering (IPO).
- Net Profit has increased due to a lower tax expense, attributed to deferred tax adjustments during the current financial year.



## Emerging Market Dynamics

Emerging and developing economies faced softer external demand and intermittent capital outflows as advanced economies maintained higher yields. Export-centric nations bore the brunt of shifting trade rules and elevated geopolitical risks. However, countries with strong domestic consumption and proactive fiscal policies displayed greater resilience and continued growth.

## Inflation and Monetary Policy Outlook

Headline inflation globally moderated in FY2024–25, supported by relatively stable energy prices and easing supply chain constraints. Despite this, core inflation—especially in services—remained above central bank targets in many economies due to lasting wage and input cost pressures. Monetary authorities cautiously transitioned from restrictive stances to more neutral policies, balancing the aims of sustaining economic recovery and controlling inflation amid geopolitical uncertainty.

## Regulatory and Market Structure Updates

Markets globally are increasingly influenced by evolving regulatory landscapes, including:

**Data Protection and Digital Economy:** Stricter regulations have raised compliance requirements, impacting industries from finance to manufacturing.

**Trade Policies:** Renewed emphasis on trade realignment has led to increased tariffs and supply chain restructuring in certain regions.

## Outlook

Looking ahead, global growth is expected to remain stable but below historical averages, tempered by continuing structural challenges and the evolving geopolitical environment. Inflation is forecast to moderate further, assuming energy markets remain stable and geopolitical tensions do not escalate. For businesses, maintaining operational agility, closely monitoring policy shifts, and responding to supply chain dynamics will be key to navigating this complex landscape effectively.



## Indian Economic Overview

India sustained strong economic growth in FY2024-25, solidifying its position as the fastest-growing major economy globally with an estimated GDP growth rate of around 6.5%. This robust expansion was driven by a combination of sustained government infrastructure investment, a resurgence in rural demand supported by a successful Kharif crop, and the ongoing strength of the services sector, particularly finance and real estate.

Inflation moderated significantly within the Reserve Bank of India's target range, enabling the RBI to adopt an accommodative monetary policy, including a 100-basis point cut in repo rates, which helped stimulate investment and consumption. Manufacturing and construction sectors showed marked improvement, contributing to the positive momentum alongside steady urban consumer spending.

The government's continued focus on business-friendly reforms—encompassing modernization of land and labor laws, digital governance initiatives, and enhanced ESG compliance—further bolstered the investment climate. India's growing integration with the global economy was reflected in strong services export growth and an increase in foreign direct investment.

Specifically, India's agricultural machinery and construction equipment sectors demonstrated vigorous growth, with tractor sales increasing nearly 6% year-over-year, supported by mechanization drives and favorable agricultural output. The construction equipment market, particularly pick-and-carry cranes, expanded by approximately 8%, driven by heightened infrastructure activity and doubling growth in the roads sector. Manufacturers responded by expanding capacity and increasing in-house production of critical components—over 65% for cranes and more than 40% for tractors—while integrating advanced technologies such as emission-compliant engines and digital features in more than 25% of new models.

Looking forward, India is well-positioned for sustained high growth, supported by ongoing policy reforms, robust domestic demand, and strategic investments in infrastructure and technology. These factors combine to create an attractive, stable environment for investors seeking long-term value and growth opportunities in the Indian market.

Resources: Press Information Bureau (PIB), Ministry of Statistics and Programme Implementation (MoSPI), Verified Market Research, MarketsandData (via MarketsandMarkets)





## Sector-wise Performance

### Indo Farm Equipment Ltd – FY2024-25



#### Pick-and-Carry Crane Segment

**Revenue Leadership:** For the first time, the pick-and-carry crane segment became the largest contributor to Indo Farm’s revenue, surpassing tractors. This underscores the company’s strategic pivot toward high-margin construction equipment.

**Strong Market Growth:** The crane market expanded by approximately 8%, driven by robust infrastructure spending and faster expansion in the roads and logistics sectors.

**Capacity Expansion:** The new dedicated crane manufacturing facility near Baddi, expected to be operational by Q3 FY25-26, will expand annual crane production by 3,600 units, increasing total capacity to 4,880 units.

**In-House Production:** Around 65% of crane components are made internally, ensuring superior quality control, cost efficiency, and faster innovation cycles.

**Technology Upgrade:** Adoption of advanced tower crane technology through international collaborations will enhance product range and competitiveness.



#### Tractor Segment

**Revenue:** Tractor sales contributing a significant but now secondary portion of revenue compared to cranes.

**Market Factors:** The segment was supported by improved rural demand and government mechanization efforts but faced competitive pressures and shifting focus toward more profitable segments.

**Component Manufacturing:** Approximately 40% of tractor components are produced in-house, contributing to cost management and quality assurance.



#### Engine Assembly

The engine segment continued steady production for tractors and cranes emphasizing fuel efficiency and emission compliance.



### Financial Services (NBFC Arm: Barota Finance Ltd)

With an assets under management (AUM) of ₹131.70 crore, Barota Finance Ltd played a critical role in supporting equipment sales through accessible financing options, aiding market expansion.

Resources: Monitoring Agency Report, Tractor Sales and Construction Equipment Market Reports (Tractor Junction, Market Data Forecast)



## Global Industry and Business Review

### Industry Landscape & Growth Drivers

#### Tractor Market:

The global tractor industry continued to expand in FY2024-25, sustained by the ongoing shift toward agricultural mechanization in emerging economies and stable replacement demand in developed markets. Growth was most pronounced in Asia Pacific, led by India and China, followed by robust activity in North America and Europe. Improved rural incomes, favorable government incentives, precision farming trends, and focus on food security further propelled demand.

#### Pick-and-Carry Trucks/Crane Sector:

The pick-and-carry truck segment—commonly referred to as pick-and-carry cranes in markets such as India—registered strong growth, particularly in developing regions. The sector was buoyed by accelerated infrastructure investment, urbanization, and logistics modernization. Asia Pacific is now the largest and most dynamic market for these machines, with significant government spending on road building, industrial projects, and urban renewal.



**Market Dynamics, Technology, and Trends**

**Innovation and Technology:**

Enhanced adoption of Industry 4.0 technologies, including telematics, IoT integration, and automation, drove operational efficiency and safety in both tractors and pick-and-carry machines. Emission-compliant engines and electrification pilots surfaced to meet stringent regulatory requirements in key markets.

**ESG and Regulation:**

Stricter emissions norms and increased sustainability expectations worldwide prompted manufacturers to invest in

cleaner engines, fuel efficiency improvements, and materials recycling. Compliance costs rose, but also stimulated innovation and brand value among leading players.

**Business Model Shifts:**

Rental and leasing of equipment grew steadily, responding to preference for asset-light operations in construction, agriculture, and logistics. Manufacturers invested in digital service platforms and after-sales networks to improve customer engagement, support, and lifecycle value.

**Industry Performance Snapshot (FY2024–25)**

Metric	Tractors	Pick-and-Carry Truck/Crane
Market Growth (Global)	5–6% annual	8% annual
Leading Regions	Asia Pacific, North America	Asia Pacific, MEA, South America
Key Demand Drivers	Mechanization, food security,	Infra boom, logistics, urbanization
Tech Adoption	Precision farming, telematics	Safety upgrades, IoT, hybrid/electric
ESG Trends	Clean engines, smart implements	Emission-compliance, energy-efficient models
Business Model Evolutions	Connected services, rental fleets	Rental/leasing, after-sales solutions

**Competitive and Market Outlook**

The competitive landscape is marked by the global expansion of established players and the emergence of specialized regional manufacturers. Strategic alliances and technology partnerships remain critical to address evolving customer requirements, drive R&D, and deliver value-added services.

The sector faces headwinds from fluctuating commodity prices, supply chain inertia, and uneven policy enforcement, but the long-term outlook remains positive due to urbanization, infrastructure commitments, and the food security agenda.

**Conclusion**

FY2024–25 saw the tractors and pick-and-carry truck sectors capitalize on a blend of technology adoption, government support, and sustained demand from agriculture and infrastructure. With Asia Pacific at the forefront, the industries are poised for continued growth, driven by mechanization, digital innovation, and the shift to environmentally responsible manufacturing and operations.



# Corporate Information

## Registered Office

SCO 859, NAC Manimajra, Kalka Road,  
Chandigarh-160101.

## Manufacturing Plant

Export Promotion Industrial Park, Phase-II, Baddi,  
Dist. Solan, Himachal Pradesh – 173205  
Website: [www.indofarm.in](http://www.indofarm.in)  
CIN: L29219CH1994PLC015132

## Board of Directors

Mr. Ranbir Singh Khadwalia  
Chairman & Managing Director

Mr. Anshul Khadwalia  
Whole-Time Director

Mr. Charan Singh Saini  
Whole -Time Director

Mr. Brij Kishore Mahindroo  
Non-Executive Independent Director

Ms. Arshdeep Kaur  
Non-Executive Independent Director

Ms. Babita Dosajh  
Non-Executive Independent Director

## Chief Financial Officer

Mr. Varun Sharma

## Company Secretary & Compliance Officer

Ms. Navpreet Kaur

## Statutory Auditors

M/s. Deepak Jindal & Co., Chartered Accountants  
Unit No. A-203, Level – II, Elante Offices,  
Industrial & Business Park – I, Chandigarh - 160002  
Email: [cadeepakjindal@gmail.com](mailto:cadeepakjindal@gmail.com)

## Secretarial Auditor

M/s A. Arora & Co., Company Secretaries  
1st Floor, S.C.O. 64-65, Madhya Marg, Sector 17 A,  
Chandigarh, 160017

## Share Registrar/Transfer Agent

M/s Mas Services Limited  
T-34 2nd floor, Okhla industrial area phase II,  
New Delhi 110020, India.  
Tel: 011-26387281-83, 011-41320335  
Email: [demat@masserv.com](mailto:demat@masserv.com)  
Website: [www.masserv.com](http://www.masserv.com)  
Contact Person: Sharwan Mangla  
SEBI Registration No.: INR000000049

## Banker

Canara Bank  
Punjab National Bank

## Listed On

Bombay Stock Exchange  
National Stock Exchange of India Limited

## Dealer Network

165+ Dealers across India; Exports to 30+ countries



## NOTICE OF 25TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 25TH ANNUAL GENERAL MEETING OF THE MEMBERS OF INDO FARM EQUIPMENT LIMITED (“THE COMPANY”) WILL BE HELD ON THURSDAY, 25TH DAY OF SEPTEMBER, 2025 AT 11:00 A.M. (IST) THROUGH VIDEO CONFERENCING (“VC”) / OTHER AUDIO-VISUAL MEANS (“OAVM”) TO TRANSACT THE FOLLOWING BUSINESSES. THE DEEMED VENUE OF THE ANNUAL GENERAL MEETING SHALL BE AT THE REGISTERED OFFICE OF THE COMPANY AT S.C.O. 859, NAC KALKA ROAD, MANIMAJRA, CHANDIGARH 160101:

### ORDINARY BUSINESS:

#### 1. To receive, consider and adopt

- i. the Audited Standalone Financial Statements of the Company for the financial year ended 31 March 2025 together with the Reports of the Board of Directors and the Auditors thereon; and
- ii. the Audited Consolidated Financial Statements of the Company for the financial year ended 31 March 2025 together with the Report of the Auditors thereon.

#### 2. To appoint a Director in the place of Mr. Anshul Khadwalia, Whole-Time Director (DIN: 05243344), who retires by rotation and, being eligible, offers himself for reappointment.

### SPECIAL BUSINESS:

#### 3. Approval for Appointment of Secretarial Auditor for a term of five (5) years:

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

**“RESOLVED THAT** pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013, read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and any other applicable laws or regulations, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and the recommendations of the Audit Committee and Board of Directors, the approval of the shareholders is hereby accorded for appointment of M/s. A Arora & Co., Peer Reviewed Practicing Company Secretaries (FCS No. 993) as the Secretarial Auditors of the Company to conduct Secretarial Audit for a term of Five (5) consecutive years commencing from FY 2025-2026 till FY 2029-2030, who shall conduct Secretarial Audit and issue the Secretarial Audit Reports of the Company for the said period, at a remuneration as may be mutually decided between the said Auditor and the Board of Directors of the Company, in addition to reimbursement of all out of pocket expenses, to be incurred by them in connection with the Secretarial Audit.

**RESOLVED FURTHER THAT** the Board of the Company, be and is hereby authorized to do all such acts, deeds, things and to sign all such documents and writings as may be necessary to give effect to this resolution and for matters connected therewith or incidental thereto.”

#### 4. Re-appointment of Mr. Ranbir Singh Khadwalia (DIN: 00062154) as Chairman and Managing Director of the Company:

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

**“RESOLVED THAT** pursuant to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Act and rules made thereunder read with Schedule V of the Act (including any statutory modifications or re-enactment(s) thereof, for the time being in force), applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015 (‘SEBI Listing Regulations’) as amended and the Articles of Association of the



Company and subject to such other approval(s), sanction(s) and permission(s) as may be applicable / required from any of the authorities and subject to such other conditions and modifications as may be prescribed or imposed by any of them in granting such approval(s), sanction(s) and permission(s) and based on the recommendation of the Audit Committee, Nomination and Remuneration Committee and the Board of Directors of the Company, the consent of members be and is hereby accorded for re-appointment of Mr. Ranbir Singh Khadwalia (DIN: 00062154) as Chairman and Managing Director of the Company for a period of three years with effect from July 01, 2025, on such remuneration as detailed in the Explanatory Statement with authorisation to the Board of Directors (hereinafter referred to as 'the Board', which term shall deem to include any Committee constituted or to be constituted by the Board) to alter, modify or revise from time to time, the terms and conditions of the foregoing re-appointment and remuneration of Mr. Ranbir Singh Khadwalia, as the Chairman cum Managing Director of the Company, within such limits as provided in the Explanatory Statement.

**RESOLVED FURTHER THAT** the Board of Directors upon the recommendation of the Nomination and Remuneration Committee and Audit Committee be and is hereby authorised to alter or enhance, including periodical increase in his remuneration as may be permissible within the overall limits as prescribed under Section 197 of the Act and rules made thereunder, the SEBI Listing Regulations and other applicable laws, regulations, as amended from time to time and alter such terms & conditions as set out in the Explanatory Statement, as it may deem appropriate in compliance with the applicable regulatory provisions.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this Resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary proper or desirable and to settle any questions or doubts that may arise in this regard."

#### 5. Re-appointment of Mr. Charan Singh Saini (DIN: 06864826) as Whole-Time Executive Director of the Company:

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

**"RESOLVED THAT** pursuant to the provisions of Sections 196, 197 and other applicable and related provisions, if any, read with Schedule V of the Companies Act, 2013, as may be applicable (including any statutory modifications and re-enactments thereof for the time being in force), read with Regulation 17 and 17 (1C) and other applicable regulations, if any, of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, pursuant to the recommendation of the Nomination and Remuneration Committee and the Board of Directors, approval of the members of the Company, be and is hereby accorded for the re-appointment of Mr. Charan Singh Saini (DIN: 06864826) as a Whole-Time Director of the Company for a period of one (01) year with effect from July 12, 2025, on such terms and conditions, including remuneration by way of salary, perquisites, and allowances, as set out in the Explanatory Statement, with liberty to the Board of Directors to alter and vary the terms and conditions of the said appointment and/or remuneration as may be agreed between the Board and Mr. Saini, subject to the aggregate remuneration not exceeding the limits specified under the Companies Act, 2013, Schedule V, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and SEBI (LODR) Regulations, 2015, or any statutory modification(s) or re-enactment(s) thereof and within such limits as provided in the Explanatory Statement:

**RESOLVED FURTHER THAT** for the purpose of giving effect to this Resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary proper or desirable and to settle any questions or doubts that may arise in this regard."

By Order of the Board of Directors

**Navpreet Kaur**

Company Secretary & Compliance Officer  
(M. No. FCS-8353)

Place: Chandigarh  
Date: August 12, 2025

Indo Farm Equipment Limited  
CIN: L29219CH1994PLC015132  
Registered Office: SCO No.859 NAC Kalka Road Manimajra, Chandigarh, India-160101.

## NOTES

1. The Ministry of Corporate Affairs (“MCA”) vide Circular No. 14/2020 dated 08 April 2020, Circular No.17/2020 dated 13 April 2020, Circular No. 20/2020 dated 05 May 2020, Circular No. 02/2021 dated 13 January 2021, Circular No. 02/2022 dated 05 May 2022 and Circular No. 10/2022 dated 28 December 2022, Circular No. 09/2023 dated 25 September 2023 and the latest being Circular No. 09/2024 dated 19 September 2024 (collectively referred to as “MCA Circulars”) and the Securities and Exchange Board of India (“SEBI”) vide its Circular No. SEBI/HO/CFD/ CMD1/CIR/P/2020/79 dated 12 May 2020, Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15 January 2021, Circular No. SEBI/HO/CFD/PoD2/P/ CIR/2023/4 dated 05 January 2023, Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated 07 October 2023 and the latest being Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated 03 October 2024 (collectively referred as “SEBI Circulars”), have permitted the holding of the Annual General Meeting (“AGM”) of a company through Video Conferencing (“VC”) /Other Audio Visual means (“OAVM”), without the physical presence of the Members at a common venue. Thus, in compliance with the provisions of the Companies Act, 2013 (“Act”), SEBI Circulars read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and MCA Circulars, the 25th Annual General Meeting (“AGM”) of the Company is being conducted through VC / OAVM which does not require physical presence of the Members at a common venue. The Registered Office of the Company shall be deemed to be the venue for the 25th AGM of the Company. The Company has engaged the services of National Securities Depository Limited (“NSDL”) for providing the facility for remote e-Voting, for participation in the AGM through VC / OAVM and for e-Voting during the AGM. The procedure for participating in the AGM through VC / OAVM is explained below.
2. In terms of the MCA Circulars, since the requirement of physical attendance of Members has been dispensed with, there is no requirement of appointment of proxies. Accordingly, the facility of appointments of proxies by Members under Section 105 of the Act will not be available for the AGM. Hence, the Proxy form and the attendance slip are not annexed to this notice.
3. The information required to be provided as per section 102 of the Act, Secretarial Standard - 2 on General Meetings issued by The Institute of Company Secretaries of India and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are furnished in the explanatory statement which is annexed hereto.
4. Members of the Company under the category of Institutional Investors are encouraged to attend and vote at the AGM through VC/OAVM. Institutional/ Corporate Shareholders i.e., other than individuals/ HUF, NRI, etc. are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC/OAVM on its behalf and to vote through remote e-Voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email at [ajaykcs@gmail.com](mailto:ajaykcs@gmail.com) with a copy marked to [Compliance@indofarm.in](mailto:Compliance@indofarm.in).
5. Since the AGM will be held through VC / OAVM, the Route Map is not annexed to this Notice.
6. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
7. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the Quorum under Section 103 of the Companies Act, 2013.



8. A statement giving details pursuant to Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India, in respect of Director seeking re-appointment at this AGM is attached as Annexure -A to the Notice.
9. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act and 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 the documents referred to in the Notice and Explanatory Statement, shall be available for inspection through electronic mode by the Members, in accordance with the applicable statutory requirements basis the request being sent on [Compliance@indofarm.in](mailto:Compliance@indofarm.in).
10. Members seeking any information with regard to the accounts or any matter to be placed at the AGM or who wish to inspect relevant documents referred to in this Notice, are requested to write to the Company on or before Sunday, 21 September 2025, 06:00 P.M. (IST) through email on [Compliance@indofarm.in](mailto:Compliance@indofarm.in). The same will be replied by the Company suitably.
11. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details such as bank account number, name of the bank and branch details, MICR code and IFSC code, mandates, nominations, power of attorney, change of address, change of name, e-mail address, contact numbers, etc., directly to the DP.
12. As per the provisions of Section 72 of the Act and SEBI Circular, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form No. ISR-3 or SH-14 as the case may be. Members may give request for registering PAN, KYC details or changes or updation thereof through Form No. ISR-1. The said forms can be downloaded from the Company's website <https://www.indofarm.in/>.
13. Members are requested to submit the said details to their DP in case the shares are held by them in dematerialized form and to RTA in case the shares are held in physical form.
14. To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with the RTA in case the shares are held by them in physical form.
15. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's Registrar and Transfer Agent, Mas Services Limited.
16. In case of joint holders attending the AGM, only such joint holder who is higher in the order of names will be entitled to vote provided the votes are not already cast by remote e-Voting by the first holder.
17. In compliance with the MCA and the SEBI Circulars, the Notice of the AGM along with the Annual Report for the FY 2025 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories, unless any member request for the physical copy of the same, in which case the Notice of the AGM along with the Annual Report for the FY 2025 will be physically dispatched upon advance payment of the estimated actual expenses of delivery of the documents at least 10 days in advance of dispatch of such documents by the Company. Members may note that the Notice of the AGM and the Annual Report for the FY 2025 will also be

available on the Company's website <https://www.indofarm.in/>, website of the Stock Exchanges at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively and on the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

18. The Board of Directors have appointed CS Ajay Arora, Proprietor of M/s. A Arora & Co, Practicing Company Secretaries, to act as the Scrutinizer to scrutinize the voting during the AGM and remote e-Voting process in a fair and transparent manner.
19. The Scrutinizer shall immediately after the conclusion of voting at the AGM, first count the votes cast at the meeting through e-Voting and thereafter unblock the votes cast through remote e-Voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith. The results declared along with the report of the scrutinizer shall be placed on the website of the Company <https://www.indofarm.in/>, shareholder-services and on the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com) immediately after the declaration of result by the Chairperson or a person authorized by them in writing. The Company shall simultaneously forward the results to NSE and BSE where the shares of the Company are listed.
20. The procedure for e-Voting on the day of the AGM is the same as the instructions mentioned above for remote e-Voting.
21. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through the e-Voting system in the AGM.
22. Members who have voted through remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

#### **THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:**

The remote e-voting period begins on Monday, **September 22, 2025, at 09:00 A.M.** and ends on Wednesday, **September 24, 2025 at 5:00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the cut-off date may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Thursday, 18 September 2025.

**The Details of the process and manner for remote e-voting and joining the AGM are explained herein below:**

#### **How do I vote electronically using NSDL e-Voting system?**

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

#### **Step 1: Access to NSDL e-Voting system**

A) **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**  
In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.



Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>1. For OTP based login you can click on <a href="https://eservices.nsd.com/SecureWeb/evoting/evotinglogin.jsp">https://eservices.nsd.com/SecureWeb/evoting/evotinglogin.jsp</a>. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2. Existing IDeAS user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>3. If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "Register Online for IDeAS Portal" or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a>.</li> <li>4. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>5. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol>

**NSDL Mobile App is available on**

 App Store
  Google Play




<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> <li>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab and then user your existing my easi username &amp; password.</li> <li>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</li> <li>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</li> <li>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

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

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

Login type	Helpdesk details
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.com">evoting@nsdl.com</a> or call at 022 - 4886 7000</p>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800-21-09911</p>



B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

**Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.**

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
  - a) Click on "[Forgot User Details/Password?](#)" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) [Physical User Reset Password?](#)" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.com](mailto:evoting@nsdl.com) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [ajaykcs@gmail.com](mailto:ajaykcs@gmail.com) with a copy marked to [evoting@nsdl.com](mailto:evoting@nsdl.com). Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on: 022 - 4886 7000 or send a request to (Name of NSDL Official) at [evoting@nsdl.com](mailto:evoting@nsdl.com).

### **Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of In case shares are held in physical mode please complete PAN-KYC using form ISR-1 with RTA i.e. MAS Services Limited (Form can be download from website of RTA i.e. [www.masserv.com](http://www.masserv.com) under download section).
2. In case shares are held in demat mode, please update your email id and mobile number with your DP and generate password as per instructions given above



3. Alternatively, shareholder/members may send a request to [evoting@nsdl.com](mailto:evoting@nsdl.com) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF THE AGM ARE AS UNDER:**

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM" placed under "Join meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/ Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members who would like to express their views/ ask questions as a speaker at the Meeting may pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and Client ID/folio number, PAN and mobile number at [compliance@indofarm.in](mailto:compliance@indofarm.in) on or before 21 September 2025, 06:00 P.M. (IST). Only those Members who have pre-registered themselves as a speaker will be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
3. Members are encouraged to join the Meeting through Laptops for better experience.
4. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.
7. Registration of Speaker related point needs to be added by company.

## ANNEXURE - A TO THE NOTICE

**In pursuance of the provisions of Regulation 36 (3) of the SEBI Listing Regulations and SS-2 (Secretarial Standard on General Meetings) issued by the ICSI, details of Director seeking re-appointment at the ensuing Annual General Meeting (AGM) is as below:**

Information on Director seeking re-appointment pursuant to Secretarial Standard-2 (SS-2) on General Meeting:  
The Board recommends the resolution set forth in Item No. 2 of the Notice for approval of the Members as an Ordinary Resolution.

Name of Director	Mr. Anshul Khadwalia
DIN	05243344
Date of Birth	28-09-1990
Age (In years)	34
Nationality	Indian
Qualification	He holds Bachelor of Science in Business and Management from Aston University (U.K.).
Date of First Appointment	18-10-2018
Experience/ Expertise in specific functional areas	He is more than 10 years' experience in the industry. Currently, he is looking after Sales and Marketing strategies for the IFEL's Tractor and Spare Parts Division. He is also an active speaker in TED talks. He is also awarded by Hindustan Times TOP 30 UNDER 30.
Terms of Appointment	Retire by rotation and being eligible, offers himself, for re-appointment as a Director.
Remuneration to be paid and last drawn remuneration	₹ 9,600,000/- as Whole Time Director of the company
Shareholding in the company	997332 equity shares
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	Mr. Anshul Khadwalia is a part Promoter Group of IFEL and Son of Mr. Khadwalia Singh Khadwalia, Managing Director of the company.
Number of Board Meetings attended during the year (FY 2025-26)	One (1)
Listed entities from which he has resigned as Director in past 3 years (Other than IFEL)	NA
Other Committee membership or Chairmanship held	He is a member of Stakeholders Relationship Committee, Risk management Committee and Corporate Responsibility Committee w.e.f. 12.08.2025.

### STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013

#### Item No. 3: Appointment of Secretarial Auditor of the Company

In terms of provisions of Regulation 24A(1)(b) of SEBI Listing Regulations read with Circular No.: SEBI/HO/CFD/CFD-PoD-2/ CIR/P/2024/185 dated 31 December 2024, a listed entity shall appoint Secretarial Auditor for a term of five consecutive years with the approval of shareholders in its AGM.

Accordingly, as per the stated regulations and as per the recommendations of the Audit Committee and the Board of Directors at their respective meetings held on Monday, 28 May 2025, M/s. A Arora & Co (A proprietorship Concern), Peer Reviewed Practicing Company Secretaries (FCS No. 993 ), having their office at SCO 64-65, First Floor, Sector 17-A, Chandigarh, is proposed to be appointed as Secretarial Auditors of the Company, for a period of Five (5) consecutive years commencing from FY



2025-2026 till FY 2029-2030 to conduct Secretarial Audit and issue the Secretarial Audit Reports of the Company for the said period. M/s. A Arora & Co., have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified in Circular No.: SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 dated 31 December 2024. They have further confirmed that they are not disqualified to be appointed as Secretarial Auditors in terms of Disqualifications mentioned in Circular No.: SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 dated 31 December 2024. The details required to be disclosed as per the provisions of Regulation 36(5) of the SEBI Listing Regulations, 2015 are as under:

Sr. No.	Particulars	Details
1	Proposed Secretarial Auditors	M/s. A Arora & Company
2	Basis of Recommendation for appointment	M/s. A Arora & Co, Practicing Company Secretaries based in Chandigarh, offering services in the field of secretarial matters, more than thirty (30) years and Mr. Ajay Arora has overall experience of 30 years. The firm is peer reviewed and offers a whole gamut of secretarial services in the field of Company Law matters, SEBI Laws, FEMA laws, RBI laws etc. They have a strong team of well-qualified & experienced staff having adequate and varied experience and exposure relating to corporate and secretarial compliances. Their core team members are Company Secretaries who have experience of dealing with various corporate law matters. They specialize in timely delivery of qualitative assignments. They are well exposed in dealing/appearing before with various regulatory authorities like Registrar of Companies (ROC), Regional Director (RD), National Company Law Tribunal (NCLT), Ministry of Corporate Affairs (MCA), Reserve Bank of India (RBI), etc.
3	Details relating to Credentials of Secretarial Auditor	Mr. Ajay Arora holds a bachelor's degree in commerce and is Fellow Member of the Institute of Company Secretary of India, "ICSI" along with aforementioned qualifications he holds Post Membership Qualification in Corporate Governance and Arbitration.
4	The details of remuneration to be paid to the Firm for the Secretarial Audit Services.	Rs. 3 Lakhs (Rupees Three Lakh) plus applicable taxes and out of pocket expenses.
5	Terms of Appointment	FY 2025-2026 to FY 2029-2030

Accordingly, the Board of Directors seeks consent of the Members by passing an Ordinary Resolution set out at Item No. 3 of the notice to consider the appointment of M/s. A Arora & Company, Practicing Company Secretaries, for the office of the Secretarial Auditor of the Company for a period of Five (5) years, from the financial year 2025-2026 to 2029-2030.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise in the said resolution as per Item No. 3 of the Notice.

The Board of Directors recommends the resolution as set out in Item No. 3, for approval of the Members of the Company by way of an Ordinary Resolution.

#### **Item No. 4: Re-appointment of Mr. Ranbir Singh Khadwalia as Chairman & Managing Director**

The statement as required under Section II, Part II of the Schedule V of the Companies Act, 2013 with reference to Special Resolution at respective Item No. 4 & 5 is here below.

Ranbir Singh Khadwalia, aged 64 years is one of the founding Promoters of our Company. He is currently designated as Chairman and Managing Director of our Company. He has been associated with our Company since incorporation of our Company. He has completed his Diploma in Mechanical Engineering from Haryana State Board of Technical Education. Before commencing the Indo Farm, he was associated with Eicher Farm Machinery Limited in the Production department. He has

around three decades of experience in manufacturing of farming / agricultural equipments and machines. He is currently responsible for overall supervision of the management and affairs of the Company including the setting up of new plants and developing industry networks for further business development.

Considering his knowledge of various aspects relating to the Company's affairs and long business experience, the Board of Directors is of the opinion that for the smooth and efficient running of the business, the services of Mr. Ranbir Singh Khadwalia should be available to the Company for a further period of 3 (Three) years with effect from 1st July, 2025 **on the following terms and conditions:**

**Remuneration:**

- **Salary: Rs. 8,00,000/- (Rupees Eight Lakh only) per month.**

**Perquisites and Allowances:**

- **Medical Allowance: Reimbursement of actual medical expenses for self and family as per Company rules.**
- **Provident Fund & Gratuity: Contribution as per applicable laws and Company rules.**
- **Leave Encashment: Twenty days per year, accumulated up to 240 days, encashable as per Company rules.**
- **Club Fees: Fees for up to two clubs (excluding admission and life membership fees).**
- **Incentive/Performance Bonus: As may be determined based on Company performance.**
- **Leave Travel Concession: Rs. 60,000/- per annum.**
- **Telephone/Mobile Facility: Company to provide and bear all expenses.**
- **Car with Driver: Free use of car with driver; all expenses borne by the Company.**

**Other Terms:**

- **No sitting fee shall be paid for attending Board or Committee meetings.**
- **The appointment may be terminated by either party with three months' notice or salary in lieu thereof, or by mutual consent.**
- **All payments are subject to applicable taxes and laws.**

Accordingly, the Board of Directors vide resolution passed by Board of Director on June 30, 2025, based on the recommendation of the Nomination & Remuneration Committee and Audit Committee appointed Mr. Khadwalia as Chairman Cum Managing Director from 01/07/2025. In terms of the provisions of the Act and the Articles of Association of the Company, based on the recommendation of the Nomination and Remuneration Committee, and Audit Committee the Board of Directors vide resolution passed by circulation on June 30, 2025 appointed Mr. Ranbir Singh Khadwalia as Chairman Cum Managing Director of the Company for a period of 3 (Three) years with effect from 01.07.2025 liable to retire by rotation subject to the approval of the Shareholders of the Company. Accordingly, the Board recommends the passing of the ordinary resolution as set out under item no. 4 to the AGM Notice.

Details of Directors retiring by rotation and seeking appointment/ reappointment as required under regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards-2 on General Meetings. The main terms and conditions for the appointment of Mr. Ranbir Singh Khadwalia as Chairman Cum Managing Director as follow:

Name of Director	Mr. Ranbir Singh Khadwalia
DIN	00062154
Date of Birth	31-10-1960
Age (In years)	65 Years
Nationality	Indian
Qualification	He has completed his Diploma in Mechanical Engineering from Haryana State Board of Technical Education.
Date of First Appointment	July 01, 2003



Experience/ Expertise in specific functional areas	He has been associated with our Company since incorporation of our Company. Before commencing the Indo Farm, he was associated with Eicher Farm Machinery Limited in the Production department. He has around three decades of experience in manufacturing of farming / agricultural equipments and machines. He is currently responsible for overall supervision of the management and affairs of the Company including the setting up of new plants and developing industry networks for further business development.
Terms of Appointment	To be re-appointed effective from July 01, 2025, for a term of 3 (Three) years, subject to approval of the shareholders of the Company by way of a Special Resolution within 3 months. The other terms and conditions of the appointment shall remain unchanged.
Remuneration to be paid and last drawn remuneration	₹ 9,600,000/-
Shareholding in the company	16826400 equity shares
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	Mr. Ranbir Singh Khadwalia is a Promoter of IFEL and Father of Mr. Anshul Khadwalia, Whole Time Director of the company.
Number of Board Meetings attended during the year	Three (3)
Listed entities from which he has resigned as Director in past 3 years	NA
Other Committee membership or Chairmanship held	He is chairman of CSR, RMC Committee and also he is member in the audit committee, Stakeholder Relation ship Committee.

#### Item No. 5: Re-appointment of Mr. Charan Singh Saini as Whole Time Director:

Mr. Charan Singh Saini was appointed as an Whole Time Director of the company w.e.f. 12.07.2024 by the Board of Directors of the company. He is engaged in the day-to-day affairs of the company and has been managing the business operations at the plant level overseeing and managing the Tractor & Construction Equipment Division of the company. The Board of Directors decided to appoint him as a Whole Time Director of the company for a further term of 1 year w.e.f. 12.07.2025 to 11.07.2026 designated as Whole Time Director Operations (Tractor & Construction Equipment Division).

- **Gross Salary: Rs. 2,65,000/- per month (Rupees Two Lakh and Sixty-Five Thousand only)**

#### Perquisites:

1. **Accommodation: Entitled to free furnished accommodation or House Rent Allowance as per the rules of the Company within the overall limit specified above.**
2. **Provident Fund and Gratuity: Contribution as per applicable laws and rules of the Company.**
3. **Leave Encashment: Twenty days of leave per year, accumulated up to 240 days as per the rules of the Company. Leave not availed during his tenure may be encashed as per the rules of the Company.**
4. **Free Telephone/Mobile Facility: The Company shall provide mobile facility. All expenses related to it will be borne by the Company.**
5. **Free Use of Car with Driver: The Company shall provide a car with a driver, and all repair, maintenance, and running expenses, including the driver's salary, shall be borne by the Company.**

Mr. Charan Singh Saini has an overall experience of more than four decades in the tractor and automobile industry. He has been previously associated with HMT Limited and Maruti Suzuki India Limited, where he has made noteworthy contributions in operations, manufacturing, and management. At present, he is responsible for the overall operations and supervision of manufacturing facilities of Indo Farm Equipment Limited, and has played a pivotal role in improving operational efficiencies and product quality.

Based on the recommendations of the Nomination & Remuneration Committee, the Board of Directors, by way of a resolution passed on June 30, 2025, appointed Mr. Charan Singh Saini as Whole Time Director of the Company for a term of 1 (One) year commencing from July 12, 2025, liable to retire by rotation, subject to the approval of shareholders by way of a Special Resolution.

In order to be compliant with the provisions of the SEBI (Listing and Obligation Regulations and the Companies Act, 2013 including amendments, if any, the Company hereby proposes to retain him as Whole Time Director of the Company on attaining age of 70 years in light of his vast immense knowledge and enrich technical experience which he has been contributing immensely in the growth of the Company and as approved by Board of Directors of the Company at its meeting held on June 30, 2025. Hence, approval of the members is sought for the continuation of Mr. Charan Singh Saini as Whole Time Director of the Company on attaining the age of 70 years. All other terms and conditions of his appointment including perquisites and benefits etc shall remain same to the extent approved by the members of the Company.

The additional information required under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable Secretarial Standards is annexed as Annexure . The Board recommends the passing of the Resolution at Item No. 5 as a Special Resolution.

Except Mr. Charan Singh Saini, none of the Directors or Key Managerial Personnels or their relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution.

Details of Directors retiring by rotation and seeking appointment/ reappointment as required under regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards-2 on General Meetings. The main terms and conditions for the appointment of Mr. Charan Singh Saini as Whole Time Director as follow:

Name of Director	Mr. Charan Singh Saini
DIN	06864826
Date of Birth	24-11-1955
Age (In years)	69 Years
Nationality	Indian
Qualification	Diploma-Mechanical
Date of First Appointment	July 12, 2024
Experience/ Expertise in specific functional areas	He was previously associated HMT Limited and Maruti Suzuki. He has overall experience of 4 decades in Tractor and automobile industry. Currently, he is responsible for the overall operations and supervision of manufacturing facilities at Indo Farm Equipment Limited.
Terms of Appointment	Effective from July 12, 2025, for a term of 1 (One) years, subject to approval of the shareholders of the Company by way of a Special Resolution within 3 months. The other terms and conditions of the appointment shall remain unchanged.
Remuneration to be paid and last drawn remuneration	₹265,000/- ₹ 17,93,548 (Last drawn w.e.f. 12.07.2024)
Shareholding in the company	NIL
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	Not related to any Director/Key Managerial Personnel
Number of Board Meetings attended during the year	Three (3)
Listed entities from which he has resigned as Director in past 3 years	NA
Other Committee membership or Chairmanship held	NA

By Order of the Board of Directors

**Navpreet Kaur**

Company Secretary & Compliance Officer  
(M. No. FCS-8353)

Place: Chandigarh  
Date: August 12, 2025



## DIRECTORS' REPORT

### Dear Members,

The Board of Directors ("the Board") of the Company is pleased to present the 25<sup>th</sup> Annual Report of Indo Farm Equipment Limited ("the Company" or "IFEL") along with the Audited (Standalone and Consolidated) Financial Statements for the Financial Year ("FY") ended 31 March 2025 (hereinafter referred as "FY 2025" or "during the year"). This is the first annual report after the Initial Public Offering ("IPO") of the Company. The Board appreciates and is thankful for the continued support of all the stakeholders throughout the journey of the Company from incorporation as a private limited company, conversion into public limited company and now as a listed company. Your confidence in us inspires our continued commitment to delivering consistent growth and value.

### 1. FINANCIAL PERFORMANCE:

The Audited Financial Statements of the Company for FY 2024-25 are prepared in accordance with the relevant applicable Indian Accounting Standards ('Ind AS') and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and the provisions of the Companies Act, 2013 ("Act").

The table below sets forth the key financial parameters of the Company's performance during the year under review:

(₹ in Lacs)

Particulars	Standalone		Consolidated	
	FY 2025	FY 2024	FY 2025	FY 2024
Revenue from Operations	36676.99	35246.15	38718.92	37523.17
Other Income	289.91	101.03	262.17	72.13
Total Income	36966.90	35347.17	38981.10	37595.30
Total Expenses	34472.71	33207.06	36364.55	35206.00
Profit before tax	2494.19	2140.11	2616.54	2389.30
Total Tax expenses	232.71	785.65	261.86	849.02
Profit for the year	2261.48	1354.46	2354.68	1540.28

### 2. REVIEW OF OPERATIONS AND STATE OF THE COMPANY'S AFFAIRS:

#### Standalone Performance

During the year under review, on standalone basis revenue from operations was ₹ 36676.99 lacs in FY 2025 which was 4.06 % higher than the revenue of ₹ 35246.15 lac in FY 2024. The profit before tax for FY 2025 was at ₹ 2494.19 lac with a net profit of ₹ 2261.48 lac. In Comparison, FY 2024 reported a profit before tax of ₹ 2140.11 lac and a net profit of ₹ 1354.46.lac.

#### Consolidated Performance

During the year under review, on consolidated basis revenue from operations was of ₹ 38718.92 lac in FY 2025 which was 3.19 % higher than the revenue of ₹ 37523.17 lacs in FY 2024. The profit before tax for the FY 2025 was ₹ 2616.54 lac with a net profit of ₹ 2354.68 lacs. In comparison, FY 2024 reported a profit before tax of ₹ 2389.30 lacs and net profit of ₹ 1540.28 lacs.

Barota, as a strategic NBFC subsidiary of Indo Farm, plays a pivotal role in supporting the company's core business of tractor manufacturing. By providing tailored financial solutions to end customers and dealers, Barota significantly enhances Indo Farm's market reach, sales conversion, and customer retention. Barota facilitates tractor sales by offering easy, accessible financing options to farmers and rural customers—many of whom face challenges in accessing traditional bank credit. This has directly increased Indo Farm's sales volumes, especially in rural and semi-urban markets.

## Business areas

### A. Crane Business

The crane business is a flagship business segment for Indo Farm Equipment Limited, contributing approximately 61.36% to the company's total revenue in FY 2025, the revenue from this segment stood at ₹ 22505.31 lacs, marking steady growth compared to ₹ 16837.64 lacs in the previous financial year as per standalone results.

### B. Tractor Business

The tractor business continued to be a significant segment for Indo Farm Equipment Limited, contributing approximately 38.64% to the company's total revenue in FY 2025. Revenue from this segment stood at ₹14171.68 lacs, reflecting a decrease from ₹18408.51 lacs in the previous financial year as per standalone results.

### 3. TRANSFER TO RESERVES:

During FY 2025, the Company has not transferred any amount to Reserves. The Board of Directors has decided to retain the entire amount of profit for FY 2025 and re-invest the profits back into the Company to support its growth objectives.

### 4. DIVIDEND:

In order to conserve the resources for the future business requirements of the Company, the Directors have decided not to recommend any dividend for the FY 2025.

### 5. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The Company is not required to transfer any amount of unpaid/unclaimed dividend or any other amount to the Investor Education and Protection Fund during the year under review.

### 6. SHARE CAPITAL:

As on 31 March 2025 the Authorised Share Capital of the Company is ₹ 50,00,00,000.00 (Rupees Fifty Crores Only) consisting of 5,00,00,000 (Five Crores) Equity Shares of ₹ 10.00 each:

As on 31 March 2025, the Paid up share capital of the Company is ₹ 48,05,16,000 (Rupees Forty-Eight Crores Five Lakhs Sixteen Thousand only) divided into 48,051,600 equity shares of face value of ₹ 10.00 each.



During the Financial Year, following changes have occurred in the Capital Structure of the Company:

Sr No	Particulars	No of Shares	Cumulative No of equity shares	Cumulative outstanding share capital (face value of 10/- each)	Issue Price	Date of Allotment
	Share Capital at the beginning of the year, i.e. 01 April 2024	37,551,600	37,551,600	375,516,000		
	<b>Issuance of Shares through Private Placement</b>					
1	Preferential Allotment/Private Placement	600,000	38,151,600	381,516,000	185	4/16/2024
2	Preferential Allotment/Private Placement	250,000	38,401,600	384,016,000	185	4/30/2024
3	Preferential Allotment/Private Placement	995,900	39,397,500	393,975,000	185	5/24/2024
4	Preferential Allotment/Private Placement	54,100	39,451,600	394,516,000	185	5/29/2024
	<b>Initial Public Offering</b>					
	Fresh Issue Through Initial Public Offering (IPO)	8,600,000	48,051,600	480,516,000	215	1/3/2025
	<b>Share Capital at the closing of the year i.e. 31 March, 2025</b>		<b>48,051,600</b>	<b>480,516,000</b>		

#### Fresh issue of Equity Shares pursuant to Initial Public Offer:

During the FY 2025, the Company has issued and allotted 8,600,000 (Eighty-Six Lakhs) Shares of ₹ 10.00 each, at an issue price of ₹ 215.00 per fully paid-up equity share (including a premium of ₹ 205.00 per equity share) pursuant to Initial Public Offer as approved by the Board of Directors in their meeting held on 03 January 2025.

The funds received pursuant to Public Issue, have been utilised for the objects stated in the prospectus.

During the financial year, there were no instances of Bonus issue of Shares, issue of shares with differential voting rights, buy back of shares of Employee Stock Option Schemes.

#### 7. LISTING OF EQUITY SHARES OF THE COMPANY:

During the period under review, the Company got listed on stock exchange(s) through Initial Public Offer (IPO) for total 12,100,000 Equity Shares aggregating to ₹ 260,15,00,000 (**Rupees Two Hundred sixty Crores Fifteen Lakhs**), which comprises :

- Fresh Issue of 8,600,000 (Eighty-Six Lakhs) Equity Shares of ₹ 10.00 each aggregating to ₹184,90,00,000.00 (Rupees One Hundred Eighty-Four Crores Ninety Lakhs Only) and
- Offer for Sale (OFS) of 3,500,000 (Thirty-Five Lakhs) Equity Shares of ₹ 10.00 each aggregating up to ₹ 75,25,00,000.00 (Rupees Seventy-Five Crores Twenty-Five Lakhs Only).

The issue price was ₹ **215.00 (Rupees Two Hundred and Fifteen only)** per share including the premium of ₹ **205.00 (Rupees Two Hundred and Five only)** per equity share.

The Company's equity shares were listed on the National Stock Exchange of India Limited and Bombay Stock Exchange Limited w.e.f. 07 January 2025.

## 8. DETAILS OF SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES:

As on 31 March 2025, the Company had 1 Wholly Owned subsidiary and there has been no material change in the nature of business of the subsidiary.

Pursuant to the provisions of Section 129(3) of the Act read with Rule 5 of Companies (Accounts of Companies) Rules, 2014, a statement containing the salient features of Financial Statements of the Company's subsidiary(s) in Form No. AOC-1 is appended as **Annexure A** to the Board's Report.

The Company has formulated a Policy for determining Material Subsidiaries. The Policy is available on the Company's website and can be accessed at <https://www.indofarm.in/corporate-governance/>.

Further, pursuant to the provisions of Section 136 of the Act, the Standalone and Consolidated Financial Statements of the Company along with relevant documents and separate audited financial statements in respect of subsidiaries, are available on the website of the Company at <https://www.indofarm.in/>.

## 9. CHANGE IN THE NATURE OF BUSINESS OF THE COMPANY:

During the year under review, there was no change in the nature of business of the Company.

## 10. PUBLIC DEPOSITS:

During the year under review, the Company has not accepted any deposits within the meaning of Section 73 and 76 of the Companies Act 2013, read with Companies (Acceptance of Deposits) Rules, 2014. As on 31 March 2025, there were no deposits lying unpaid or unclaimed.

## 11. CREDIT RATING:

The Company's financial discipline and prudence is reflected in the strong credit ratings by rating agencies. The details of credit ratings are disclosed in the Corporate Governance Report which forms part of this Annual Report.

## 12. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

### 1. Board of Directors

The composition of the Board is in conformity with Companies Act, 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 which, inter alia, stipulates that the Board should have an optimum combination of Executive and Non-Executive directors. The composition of Board of Directors are as follows:

Name of the Director	Designation
Mr. Ranbir Singh Khadwalia	Chairman and Managing Director (Executive)
Mr. Anshul Khadwalia	Whole Time Director (Executive)
Mr. Charan Singh Saini	Whole Time Director (Executive)
Mr. Brij Kishore Mahindroo	Non-Executive - Independent Director
Ms. Babita Dosajh	Non-Executive - Independent Director
Ms. Arshdeep Kaur	Non-Executive - Independent Director

The Board of Directors of the Company is led by the Chairman and comprises of 6 (Six) Directors, consisting of 2 (Two) Whole-Time Directors, 1 (One) Chairman and Managing Director, 3 (Three) Non-Executive Independent Directors including 2(Two) Women Director.

The details of the Board and committee composition, tenure of directors, areas of expertise and other details are available in the Corporate Governance Report, which forms part of the Annual Report.



Pursuant to the provisions of Section 149 of the Act and Regulation 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'), the Independent Directors have submitted declarations stating that each of them fulfils the criteria of independence as provided in Section 149(6) of the Act along with rules framed thereunder and Regulation 16(1)(b) of the SEBI Listing Regulations. There has been no change in the circumstances affecting their status as Independent Directors of the Company. In the opinion of the Board, the Independent Directors are competent, experienced, proficient and possess the necessary expertise and integrity to discharge their duties and functions as Independent Directors. The Independent Directors of the Company have undertaken requisite steps towards the inclusion of their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs.

None of the Company's directors are disqualified from being appointed as a director as specified in Section 164 of the Act. All Directors have further confirmed that they are not debarred from holding the office of a director under any order from SEBI or any other such authority.

In accordance with the provisions of Section 152 of the Act and the Articles of Association of the Company, Mr. Anshul Khadwalia (DIN:05243344) Whole Time Director of the Company, retires by rotation at the ensuing AGM and being eligible, has offered himself for re-appointment. In compliance with Secretarial Standards-2, the brief resume, expertise, and other details of Mr. Anshul Khadwalia is given in the notice convening the Annual General Meeting ("AGM"). Based on the recommendations of the Nomination and Remuneration Committee of the Company, the Board recommends his reappointment as Director at the ensuing AGM.

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, reimbursement of expenses incurred by them for the purpose of attending meetings of the Board and its Committees or other Company events and any other transactions as approved by the Audit Committee or the Board which are disclosed under the Notes to Accounts. For more details about the directors, please refer to the Corporate Governance Report.

## 2. Change in Key Managerial Personnel:

During the year under review, Mr. Kadappa Adivappa Chinagundi (DIN: 10444270) resigned as Whole Time Director of the Company w.e.f 27.06.2024.

Mr. Ranbir Singh Khadwalia (00052164) was re-appointed as Chairman cum Managing Director of the company in the Board meeting dated 30.06.2025 for term of (3) Three w.e.f 01.07.2025. The approval of the members is being sought for the re-appointment of Mr. Ranbir Singh Khadwalia as Managing Director at the ensuing AGM.

Mr. Charan Singh Saini (06864826) was appointed as an additional Director of the company w.e.f. 12.07.2024 and was further designated as the Whole Time Director of the company w.e.f 12.07.2024 for a term of 01 year which completed on 11.07.2025. He was further re-appointed in the Board meeting dated 30.06.2025 for a term of 1 year w.e.f 12.07.2025. The approval of the members is being sought for the re-appointment of Mr. Charan Singh Saini as Whole Time Director at the ensuing AGM.

Pursuant to the provisions of Section 203 of the Act, the Key Managerial Personnel of the Company as on the date of this report are:

Name of the Key Managerial Personnel	Designation
Mr. Ranbir Singh Khadwalia	Chairman and Managing Director
Mr. Varun Sharma	Chief Financial Officer
Ms. Navpreet Kaur	Company Secretary & Compliance Officer

## 13. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The Nomination and Remuneration policy of the company for appointment and remuneration of Directors, Senior Management Personnel including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of Section 178 of the Companies Act, 2013 is available on the Company's website at <https://www.indofarm.in/corporate-governance/>.

#### **14. PARTICULARS OF REMUNERATION:**

The percentage increase in remuneration, ratio of remuneration of each Director and Key Managerial Personnel (“KMP”) (as required under the Act) to the median of employees’ remuneration, as required under Section 197 of the Act, read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are set out in **Annexure-B** of this report.

#### **15. HUMAN RESOURCES AND EMPLOYEE RELATIONS**

The number of employees in the Company as on 31 March 2025 was 769 (Group Employees 951). The Company places great emphasis on ensuring gender diversity within the organization. As at the year-end, 2.60 % of the employees were female. The Company continues to put in efforts on this aspect and hopes to reach gender parity soon.

The Company is committed to maintaining a high level of compliance with the applicable labour laws and has implemented various policies and process to ensure timely completion of all periodic labour compliances and for monitoring and maintaining the status of compliances on an on-going basis.

The Company is also pleased to announce that it has implemented various initiatives for the benefit of its employees, such as time boxing, , milestone /stage based project management, and leverage automation to streamline operations, and well-being initiatives (health & fitness initiatives, employee engagement activities, work-life balance via streamlined work timings, monthly satisfaction surveys, employee training & skill enhancement, and rewards & recognition / belongingness).

#### **16. ANNUAL RETURN:**

Pursuant to Section 134(3)(a) and Section 92(3) of the Act read with Rule 12(1) of the Companies (Management and administration) Rules, 2014, a copy of the Annual Return is available on Company’s website at <https://www.indofarm.in/annual-returns/>.

#### **17. DIRECTORS’ RESPONSIBILITY STATEMENT:**

Pursuant to the provisions of Section 134(3)(c) and 134(5) of the Companies Act, 2013 the Board of Directors state and 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, if any;
- b. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the Financial Year and of the profit of the company for that period;
- c. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. they have prepared the annual accounts on a going concern basis;
- e. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **18. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:**

The Board meets at regular intervals to discuss and decide on Company’s business policy and strategies apart from other urgent business matter.

During the year under review, 27 (Twenty-Seven) meetings of the Board of Directors were convened. The intervening gap between two consecutive meetings was within the maximum period mentioned under Section 173 of the Companies Act, 2013, Secretarial Standards on Board Meetings and SEBI LODR as amended from time to time. Detailed information on the meetings of the Board is included in the Corporate Governance Report which forms part of the Annual Report.

**19. ANNUAL EVALUATION OF PERFORMANCE BY THE BOARD, ITS COMMITTEES AND OF INDIVIDUAL DIRECTORS:**

Pursuant to the applicable provisions of the Act and the SEBI Listing Regulations, the Board of Directors has put in place a process to formally evaluate the effectiveness of the Board along with performance evaluation of each Director to be carried out on an annual basis.

The evaluation was conducted via a questionnaire containing qualitative questions, with responses provided on a rating scale. Evaluation was based on criteria such as the composition of the Board and its Committees, their functioning, communication between the Board, its committees and the management of the Company, and performance of the Directors and Chairperson of the Board based on their participation in effective decision making and their leadership abilities.

**20. SEPARATE MEETING OF INDEPENDENT DIRECTORS:**

As stipulated by the code of Independent Directors under Schedule IV of the Companies Act, 2013, a separate meeting of the Independent Directors of the Company was held on 24 March 2025 to review, among other things, the performance of non-Independent Directors and the Board as a whole, evaluation of the performance of the Chairman and the flow of communication between the Board and the management of the Company.

**21. COMMITTEES OF THE BOARD:**

During the year under review, there were no change in the composition of the Committees of the Board.

As on the date of this Report, the following are the Committees of the Board:

- a. Audit Committee
- b. Nomination and Remuneration Committee
- c. Corporate Social Responsibility Committee
- d. Stakeholders Relationship Committee
- e. Risk Management Committee

The composition of various Committees and meetings held is detailed below:

**a. AUDIT COMMITTEE:**

The Audit Committee is duly constituted in accordance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee met 06 (Six) times during the FY 2025.

The Company Secretary of the Company acts as a Secretary to the Committee.

The details, including composition of the Audit Committee, terms of reference, attendance etc., are included in the Corporate Governance Report, which is a part of this Report.

During the year under review, the Board has accepted all recommendations of the Audit Committee and accordingly, no disclosure is required to be made in respect of non-acceptance of any recommendation of the Audit Committee by the Board.

**b. NOMINATION AND REMUNERATION COMMITTEE:**

The Nomination and Remuneration Committee is duly constituted in accordance with provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Nomination and Remuneration Committee met 3 (Three) times during the FY 2025. The Company Secretary of the Company acts as a Secretary to the Committee.

The details, including composition of the Nomination and Remuneration Committee, terms of reference, attendance etc., are included in the Corporate Governance Report, which is a part of this Report.

**c. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:**

The Corporate Social Responsibility (CSR) Committee is duly constituted in accordance with the provision of Section 135 of the Companies Act, 2013. The Corporate Social Responsibility Committee met (2) Two times during the FY 2025. The Company Secretary of the Company acts as a Secretary to the Committee.

The details, including composition of the Corporate Social Responsibility Committee, terms of reference, attendance etc., are included in the Corporate Governance Report, which is a part of this Report.

**d. STAKEHOLDERS' RELATIONSHIP COMMITTEE:**

The Stakeholders Relationship Committee was duly constituted as per the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Stakeholders Relationship Committee met (1) One time during the FY 2025. The Company Secretary of the Company acts as a Secretary to the Committee.

The details, including composition of the Stakeholders Relationship Committee, terms of reference, attendance etc., are included in the Corporate Governance Report, which is a part of this Report.

**e. RISK MANAGEMENT COMMITTEE:**

The Risk Management Committee was duly constituted pursuant the provisions of the Companies Act, 2013 and Regulation 21 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Indo Farm Equipment Limited has duly constituted the Risk Management Committee.

However, as the Company does not fall within the top 1000 listed entities by market capitalization, it is not obligated to conduct periodic meetings of the Risk Management Committee during the financial year. Accordingly, no Risk Management Committee meetings were held in FY 2025.

The Company Secretary of the Company acts as a Secretary to the Committee.

The Company has a well-defined risk management policy and framework which sets out the objectives and elements of risk management within the Company and helps to promote risk awareness across the organisation and integrate risk management within the corporate culture. The Risk Management Policy inter-alia includes well defined risk management roles within the Company, risk appetite and risk tolerance capacity of the Company, identification and assessment of the likelihood and impact of risk, risk handling and response strategy and reporting of existing and new risks associated with the Company's activities in a structured manner. This facilitates timely and effective management of risks and opportunities and achievement of the Company's objectives.

The Board, the Audit Committee and the Risk Management Committee have the responsibility for overseeing all risks. The Risk Management Committee is, inter-alia, authorised to monitor and review the risk assessment, mitigation and risk management plans for the Company from time to time and report the existence, adequacy, and effectiveness of the above process to the Board on a periodic basis.

The details of composition of the Risk Management Committee, their terms of reference, meetings held and attendance of the Committee Members thereat during the financial year under review are provided in the section titled Report on Corporate Governance, which forms part of the Annual Report.



## 22. AUDITORS:

### Statutory Auditors and Statutory Auditor's Report:

M/s. Deepak Jindal & Co. , Chartered Accountants were reappointed as Statutory Auditors of the Company, in the Annual General Meeting held on 30.09.2022 for a term of five consecutive years to hold office from the conclusion of 22<sup>nd</sup> Annual General Meeting of the Company till the conclusion of 27th AGM to be held in the Financial Year 2027 at such remuneration plus out of pocket expenses and applicable taxes, as may be mutually agreed between the Company and the Auditor.

Pursuant to Section 139 and 141 of the Act and relevant Rules prescribed thereunder, the Statutory Auditors have confirmed that they are not disqualified from continuing as Auditors of the Company. There were no qualifications, reservations, adverse remarks or disclaimers made by the Statutory Auditor in their Report. The Notes to the Financial Statements referred in the Auditors Report are self-explanatory and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The Auditor's Report is enclosed with the Financial Statements in the Annual Report.

### Secretarial Auditors and Secretarial Audit Report:

Pursuant to the provisions of Section 204 of the Companies Act, 2013, read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, M/s A. Arora & Company, **Practicing Company Secretaries (FCS No. 2191, C.P. No. 993, Peer Review 2120/2022)**, were appointed as the Secretarial Auditors of the Company to undertake the Secretarial Audit of the Company for FY 2025. The Secretarial Audit Report in the prescribed Form No. MR-3 received from **M/s A. Arora & Company, Company Secretaries (FCS No. 993)** for the year ended 31 March 2025, is annexed as **"Annexure C"** and forms part of this report.

There are no qualifications or observations or adverse remarks or disclaimer of the Secretarial Auditors in its Report.

Pursuant to master circular No. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023, issued by Securities and Exchange Board of India, the Company has obtained Annual Secretarial Compliance Report for the FY 2025, from M/s A. Arora & Company., Practicing Company Secretaries on compliance of all applicable SEBI Regulations and circulars / guidelines issued thereunder and the copy of the same has been submitted to the Stock Exchanges on 27 May 2025.

### Internal Auditors:

Pursuant to the provisions of Section 138 of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014, Mr. Saravjit Singh Manager (Accounts) was appointed as the Internal Auditor of the Company to conduct the Internal Audit for the FY 2025.

## 23. MAINTENENCE OF THE COST RECORDS:

For the financial year 2025, the provisions relating to Cost Audit, as prescribed by the Central Government under Section 148 of the Companies Act, 2013 and the Rules framed thereunder, are applicable to the Company. In accordance with Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, Indo Farm Equipment Limited has maintained cost records records for FY 2025.

## 24. DETAILS IN RESPECT OF FRAUD REPORTED BY AUDITORS:

Pursuant to Section 143(12) of the Companies Act, 2013, during the year under review there were no frauds reported by the Statutory Auditors of the Company to the Audit Committee or the Board of Directors. Hence, there is nothing to report under Section 134(3) (ca) of the Companies Act, 2013.

## 25. MANAGEMENT DISCUSSION AND ANALYSIS:

The Management Discussion and Analysis for the year under review, as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed to Page No. 32-37.

## **26. BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT:**

The Securities and Exchange Board of India (SEBI) has mandated the top 1,000 listed companies by market capitalization to prepare and disclose the Business Responsibility and Sustainability Report (BRSR) from FY 2023 onwards as part of its ESG disclosure framework.

Indo Farm Equipment Limited is currently ranked among the top 2,000 listed entities but does not fall within the top 1,000 companies required to prepare the BRSR as per SEBI regulations. Accordingly, the Company has not prepared the Business Responsibility and Sustainability Report for FY 2025.

The Company remains committed to integrating responsible and sustainable business practices and continues to monitor regulatory developments to ensure timely compliance with applicable requirements.

## **27. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to Company Policies, safeguarding of assets, prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures.

The Audit Committee evaluates the efficiency and adequacy of Financial Control system in the Company, its compliance with operating systems, accounting procedures at all locations of the Company and strives to maintain a high Standard of Internal Financial Control.

During the year under review, no material or serious observation has been received from the Auditors of the Company citing inefficiency or inadequacy of such controls. An extensive internal audit was carried out by M/s. Deepak Jindal & Co.; Chartered Accountants and post audit reviews were also carried out to ensure follow up on the observations made.

## **28. VIGIL MECHANISM POLICY:**

The Company has adopted a Whistleblower Policy and has established a vigil mechanism for directors and employees in confirmation with Section 177 of the Act and the Rules framed thereunder and Regulation 22 of the Listing Regulations to report their concerns. For more details on the Whistleblower Policy please refer to the Corporate Governance Report.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards the Company encourages the employees to raise their genuine concerns without fear of criticism. Therefore, Company has Vigil Mechanism and Whistle Blower Policy and has established necessary framework to protect genuine whistle blowers, employees, third parties from any unfair treatment.

The Vigil Mechanism and Whistle Blower Policy is available on the website of the Company at <https://www.indofarm.in/corporate-governance/>.

## **29. CORPORATE SOCIAL RESPONSIBILITY INITIATIVE:**

We believe that while the growth and success of our business is our priority, we can reach our greater goals only if we cater to the needs of the communities where we operate. Community development involves implementing a long-term plan to establish a supportive and lasting framework for the progress of communities. As a result, the Company's approach to CSR extends beyond fulfilling legal obligations and instead focuses on generating social and environmental benefits.

The CSR committee of the Board oversees and guides our CSR approach and deployment in line with the CSR policy adopted by the Board. The CSR Policy covers the focus/thrust areas around which the CSR programmes, projects and activities are planned for creating a significant positive impact on targeted stakeholder groups. During the financial year under review, the CSR efforts of the Company continued to be directed towards its focus areas in line with the Company's CSR Policy positively.



A brief outline of the Policy on Corporate Social Responsibility is available on the website of the Company at <https://www.indofarm.in/corporate-governance/>.

The Annual Report on CSR activities is enclosed as “**Annexure D**”.

### **30. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The Company consciously makes all efforts to conserve energy across its operations. The information pertaining to conservation of energy, technology absorption, Foreign Exchange Earnings and Outgo as required under Section 134 (3)(m) of the Act, read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in “**Annexure E**” and forms part of this Report.

### **31. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

In accordance with the provisions of Section 186 of the Act, the details of Loans, Guarantees and Investments made by the Company as of 31 March 2025 are provided in the notes to the accounts of the Financial Statements which forms part of the Annual Report.

### **32. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

The Company has formulated a Policy on materiality of dealing with related party transactions and the same has been hosted on its website at <https://www.indofarm.in/corporate-governance/>.

All the related party transactions are placed before the Audit Committee for their review and approval. Further, prior to entering into related party transactions of repetitive nature and in the ordinary course of business at an arms' length basis, omnibus approval of the Audit Committee is obtained. Further, the Company has not entered into any material related party transaction during the year under review.

All the transactions entered during the financial year under review with the related parties referred to in Section 188 of the Act were in the ordinary course of the business and on the arm's length basis and are reported /stated in the Notes to the Accounts of the Standalone Financial Statements of the Company which forms part of the Annual Report.

Accordingly, the disclosure of related party transactions as required under Section 134(3)(h) of the Act, in Form AOC-2 is not applicable to the Company, since there were no material transactions with related parties.

### **33. MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY THAT OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes or commitments affecting the financial position of the Company occurred between the end of the Financial Year to which these financial statements relate and the date of this report, except as disclosed in this Report.

### **34. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONETIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:**

The Company was not required to obtain this valuation report as there were no instances of any One Time Settlements executed during the financial year.

### **35. DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE**

There are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company or will have bearing on company's operations.

### 36. RISK AND AREAS OF CONCERN:

The Company has laid down a well-defined Risk Management Policy and Business Continuity Plan to

- Identify the Risk
- Assessment of Risk
- Measurement and Control
- Continuous Assessment
- Risk mitigation process

A detailed exercise is carried out by the Business Continuity Management (“BCM”) designated by Board to identify, evaluate, manage and monitor both business and non-business risk. In this regard, the Company continues to exercise prudence on its Strategic risks, Regulatory risks, Legal and Secretarial Compliance risks, Financials Risks, Operational Risks, People Risks along with some other risk which might affect business operation. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework. A copy of the risk management policy is placed on the Company’s website <https://www.indofarm.in/>. and can be accessed at <https://www.indofarm.in/corporate-governance/>.

The following are the key risks faced by the Company and mitigation plans for each of those risks:

Risk	Mitigation Plan
Competition & Supplier Risk	Our Company is focused on building economies of scale, into the business. Company has strengthened our business’ long-term relation with customer Our Company has developed alternative suppliers to safeguard the raw material supply chain.
Regulatory & Secretarial Compliance Risks	Our Company has framework in place to timely Comply with the Regulatory & Secretarial Compliances.
Legal Risks	Our Company has maintained litigation tracker
Financials Risks	Our Company has robust strategy and framework in place to timely Compliances of all applicable Acts Statutes and Internal Control over Financial Reporting.
Operational Risks	Company’s facilities are all as per GMP standards. We also house a R&D team which does rigorous checks to ensure the quality and efficacy of the products as per customer standards.

As the equity shares of the Company were listed on the National Stock Exchange of India Limited and BSE Limited on 7th January 2025, Indo Farm Equipment Limited qualifies as one of the top 2,000 listed entities based on market capitalization as of the immediately preceding financial year-end, i.e., 31st March 2025

Accordingly, Regulation 21 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR), which mandates the constitution of a Risk Management Committee (RMC) for the top 1,000 listed companies, is not applicable to the Company. Nonetheless, in line with the Company’s commitment to good corporate governance and proactive risk management, the Board of Directors has voluntarily constituted a Risk Management Committee.

The RMC is entrusted with the responsibility of monitoring and reviewing the Company’s risk assessment, mitigation measures, and risk management plans on an ongoing basis. Furthermore, the Company has voluntarily adopted a comprehensive Risk Management Policy to strengthen its risk governance framework.

### 37. SUMS DUE TO MICRO, SMALL & MEDIUM ENTERPRISES:

Based on the information available with the company regarding the status of the suppliers under the MSME, the principal and interest amounts remaining unpaid to Micro, Small & Medium Enterprises as on 31st March, 2025 are Rs. 280.87 lac.



### 38. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has devised proper systems to ensure compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and has complied with all the applicable provisions of the during the year under review.

### 39. PREVENTION OF INSIDER TRADING:

For dealing in shares and Unpublished Price Sensitive Information (“UPSI”) of the Company and in compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (“SEBI Insider Trading Regulations”) the Company has formulated and adopted the following:

- Code of internal procedures and conduct for regulating, monitoring and reporting of trading by insiders
- Code of practices and procedures for fair disclosure of UPSI

The aforesaid policies and codes are designed to maintain the highest ethical standards of trading in securities of the Company, to regulate, monitor and ensure pre- clearance and reporting of trades by the Designated Persons (including their immediate relatives) identified basis their functional role/seniority in the Company/ its wholly owned subsidiary Company (including step down subsidiary), advise designated persons and employees on protection of UPSI and on the compliances and procedures to be followed while dealing with securities and UPSI of the Company including entry in Structured Digital Database, investigation procedure in case of leak/suspected leak of UPSI and cautions them of the consequences of violations. The said Code is available on the website of the Company at <https://www.indofarm.in/corporate-governance/>.

### 40. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment (“POSH” policy) at Workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under to provide a safe and harassment free workplace for every individual working in any office of the Company.

The Company has duly set up an Internal Complaints Committee (ICC) in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, to redress complaints received regarding sexual harassment.

The Company did not receive any complaint of sexual harassment during the year under review. Moreover, no complaints

Sr. No.	Nature of Complaints	Complaints Pending at the Beginning	Received	Disposed-Off	Pending
1	Sexual Harassment	Nil	Nil	Nil	Nil
2	Workplace Discrimination	Nil	Nil	Nil	Nil
3	Child Labour	Nil	Nil	Nil	Nil
4	Forced Labour	Nil	Nil	Nil	Nil
5	Wages and Salary	Nil	Nil	Nil	Nil
6	Other HR Issues	Nil	Nil	Nil	Nil

**MATERNITY BENEFIT PROVIDED BY THE COMPANY UNDER MATERNITY BENEFIT ACT 1961:**

The Company affirms that it has duly complied with the provisions of the Maternity Benefit Act, 1961. All eligible women employees have been extended the statutory benefits prescribed under the Act, including paid maternity leave, continuity of salary and service during the leave period, and post-maternity support such as nursing breaks and flexible return-to-work options, as applicable. The Company remains committed to fostering an inclusive and supportive work environment that upholds the rights and welfare of its women employees in accordance with applicable laws.

**41. OTHER INFORMATION:****a. Green Initiative:**

To support the "Green Initiative" undertaken by the Ministry of Corporate Affairs (MCA), to contribute towards a greener environment, the Company has already initiated/ implemented the same. As permitted, delivery of notices, documents, annual reports etc. are being sent to members via electronic mode.

**b. General:**

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:

- 1) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- 2) Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- 3) Buy back of the shares of the Company
- 4) There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016.
- 5) There was no instance of onetime settlement with any Bank or Financial Institution.

**42. ACKNOWLEDGEMENT:**

The Directors also acknowledges and appreciates the contribution made by dedicated and loyal and all past and present employees at all levels of the Company for their hard work, dedication, commitment and efforts. The Directors also wish to place on record their appreciation for the continuous co-operation, assistance and support extended by all stakeholders, Government Authorities, Financial Institutions, Banks, Customers, Dealers, Suppliers etc. of the Company.

**For and on behalf of the Board of Directors  
Indo Farm Equipment Limited**

**Ranbir Singh Khadwalia**  
Chairman and Managing Director  
DIN: 00062154

**Anshul Khadwalia**  
Whole Time Director  
DIN: 0524334

Date: 12.08.2025  
Place: Chandigarh



## ANNEXURE A

FORM NO. AOC.1

Statement containing salient features of the Financial Statement of Subsidiaries/associate companies/joint ventures

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of

Companies (Accounts) Rules, 2014)

### Part "A": Subsidiaries

(₹ in Lacs)

Name of the Subsidiary Company	Barota Finance Limited
Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	31 March 2025
Reporting currency and Exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	Reporting currency: INR Exchange rate: N.A.
Share capital	3800.00
Reserves & surplus	4291.15
Total assets	17332.36
Total Liabilities	9241.21
Investments	-
Revenue from operation	2245.05
Profit before taxation	122.35
Provision for taxation	29.15
Profit after taxation	93.20
Proposed Dividend	NIL
% of shareholding	100.00
Date on which it became the Subsidiary of the Company	02-09-2017

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

Not Applicable as the Company does not have any Associate and Joint Venture.

**For and on behalf of the Board of Directors  
of Indo Farm Equipment Limited**

**Ranbir Singh Khadwalia**  
Chairman and Managing Director  
DIN: 00062154

**Anshul Khadwalia**  
Whole Time Director  
DIN: 0524334

**Date: 12.08.2025**  
**Place: Chandigarh**

## Annexure-B

Details of Remuneration As required under section 197(12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

I. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the FY 2024 is as under:

II.

Sr. No.	Name of Director / KMP	Designation	Remuneration of Director / KMP		Ratio of Remmu-neration of each Director to Median Remmuneration of the employees in 2025
			FY 2024	FY 2025	
1	Mr. Ranbir Singh Khadwalia	Chairman & Managing Director	9,600,000	9,600,000	58.35
2	Mr. Anshul Khadwalia	Whole Time Director	9,600,000	9,600,000	58.35
3	Mr. Charan Singh Saini	Whole Time Director w.e.f. 12-07-2024	-	1,793,548	10.90
4	Mr. Adivappa Kadappa	Whole Time Director Till 27-06-2024	1,159,749	1,923,710	11.69
5	Mr. Brij Kishore Mahindroo	Non-Executive Independent Director	60,000	230,000	-
6	Ms. Arshdeep Kaur	Non-Executive Independent Director	60,000	195,000	-
7	Ms. Babita Dosajh	Non-Executive Independent Director	20,000	215,000	-
<b>Remmuneration to KMP</b>					
1	Ms. Navpreet Kaur	Company Secretary & Compliance Officer	999,600	1,261,200	7.67
2	Mr. Varun Sharma	Chief Financial Officer w.e.f. 11-09-2023	743,333	1,428,000	8.68

II. The remuneration of the Non-Executive Independent Director contains sitting fees only.

III. The number of permanent employees on the rolls of Company: There were 769 permanent employees on the rolls of the Company as on 31 March 2025.

IV. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: **NA**

V. The key parameters for any variable component of remuneration availed by the directors: **NA**

VI. Affirmation that the remuneration paid to the Directors, KMPs, and other Employees is as per the remuneration policy of the Company: It is hereby affirmed that the remuneration paid is as per the Policy for Remuneration of the Directors, Key Managerial Personnel and other Employees of the Company.



VII. The names of the top ten employees in terms of remuneration drawn IN FY 2025

Name	Designation / Nature of Duties	Remuneration Received [Rs.]	Qualification & Experience	% Equity Shares Held	Age in Years	Date of Commencement of Employment
SHUBHAM KHADWALIA	EXECUTIVE VICE PRESIDENT	42,85,716	MSc in Strategic Marketing Management	0.32%	33	1-Oct-24
DIKSHA KHADWALIA	EXECUTIVE VICE PRESIDENT	30,08,400	MBA	-	34	29-Apr-18
SURINDER MOHAN SINGLA	VICE PRESIDENT	29,30,400	Chartered Accountant	-	56	25-Mar-21
SANDEEP SETHI	GENERAL MANAGER	28,88,400	Diploma Mechanical	-	53	16-Sep-14
RAJ KUMAR	GENERAL MANAGER	26,15,173	Diploma Mechanical	-	51	1-Jan-22
KARAMJIT SINGH	ASSOCIATE VICE PRESIDENT	25,81,187	Graduate	-	50	10-Oct-13
SHOKENDER CHHILLAR	GENERAL MANAGER	23,51,429	B. Tech	-	37	25-Jul-24
SAYED RASHID ALAM	GENERAL MANAGER	22,58,285	Diploma Mechanical	-	51	17-Aug-15
GURVINDER SINGH CHADHA	GENERAL MANAGER	21,92,400	Chartered Accountant	-	46	10-Jan-19
PREMKUMAR N C	DIRECTOR- SALES & MARKETING	21,91,273	MBA	-	57	2-Sep-24

- (a) Number of employees with remuneration drawn during the year of Rupees One Crore Two Lakhs or more: Nil
- (b) Top ten employees in terms of remuneration drawn during the year and employees employed for part of the financial year with remuneration drawn during the year of Rupees Eight lakhs fifty thousand or more per month: NIL
- (c) Top ten employees employed throughout the financial year or part thereof, who were in receipt of aggregate remuneration in that year, at a rate which, is in excess of that drawn by the Chairman and Managing Director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company : **NA**

The statement as required under Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 containing the aforesaid details, shall be made available to any shareholder on a specific request made by them in writing to the Company at **compliance@indofarm.in**.

## Annexure-C Form No. MR-3

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2025

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

To,

The Members,  
Indo Farm Equipment Limited  
S.C.O. 859, NAC Kalka Road,  
Manimajra, Chandigarh 160101.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **INDO FARM EQUIPMENT LIMITED** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **INDO FARM EQUIPMENT LIMITED** ("the Company") for the financial year ended on March 31, 2025 under the provisions of below mentioned regulations:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - c) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021- Not Applicable to the company during the financial year under review.
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
  - e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: Not Applicable as there was no instance of Buy-Back during the financial year.
  - f) Securities and Exchange Board of India (Issue and Listing of Non- Convertible Securities) Regulations, 2021: Not applicable during the financial year under review.



- g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- Not applicable as the company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review.
  - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021- Not applicable as the company has not delisted any securities from any stock exchange during the financial year under review
- (vi) The major provisions and requirements have also been complied with as prescribed under all applicable Labour laws viz. The Factories Act, 1948, The Payment of Wages Act, 1936, The Payment of Bonus Act, 1965, Industrial Dispute Act, 1947, Employee State Insurance Act, 1948, The Employee's Provident Fund and Miscellaneous Provisions Act, 1952, The Payment of Gratuity Act, 1972, The Industrial Employment (Standing Order) Act, 1946, The Employment Exchange (Compulsory Notification of Vacancies) Act, 1956.
- (vii) Environment Protection Act, 1986 and other environmental laws.
- (viii) Hazardous Waste (Management and Handling) Rules, 1989 and the Amendments Rules, 2003.

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

- a) Secretarial Standards issued by The Institute of Company Secretaries of India.
- b) The SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ('LODR Regulations'), being listed on BSE Limited and National Stock Exchange of India Limited;

During the period under review the Company has complied with the provisions of the act, rules, regulations, guidelines, standards, etc. mentioned above.

Based on our examination and the information received and records maintained, I further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors; Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors were carried out in compliance with the applicable regulations.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All decisions are carried out through majority while the dissenting members' views, if any, are captured and recorded as part of the minutes.
4. The Company has proper board processes.

Based on the compliance mechanism established by the Company and on the basis of the compliance certificate(s) issued by the Company Secretary/ Officers, I am of an opinion that:

1. There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
2. On examination of the relevant documents and records, on test check basis, the Company has complied with the following laws specifically applicable to the company:
  - a) The Explosives Act, 1884 read with The Explosives Rules, 2008.
  - b) The Petroleum Act, 1934 read with The Petroleum Rules, 2002
  - c) The Motor Vehicle Act, 1988

During the financial year under review:

1. With the requisite approvals of the shareholders, the company has issued and allotted 19,00,000 (Nineteen Lakhs) fully paid up equity shares of Rs. 10/- each on Preferential Issue basis at an issue price of Rs. 185/- (One Hundred and Eighty Five Only) including a premium of Rs. 175/- (One Hundred and Seventy Five Only) per share in multiple tranches.
2. The company has issued and allotted 86,00,000 (Eighty Six Lakhs) fully paid up equity shares of Rs. 10/- each through Public Issue of Shares (IPO) at an issue price of Rs. 215/- (Two Hundred and Fifteen Only) including a premium of Rs. 205/- (Two Hundred and Five Only) per share.

Consequent upon the Public issue, the equity shares of the company were listed on BSE Limited and National Stock Exchange of India Limited with effect from 7<sup>th</sup> January, 2025.

Apart from the business stated above, there were no instances of:

- (i) Redemption / buy-back of securities.
- (ii) Major decisions under Section 180 of the Companies Act, 2013.
- (iii) Merger / amalgamation / reconstruction etc.
- (iv) Foreign technical collaborations.

Place: Chandigarh

Date: 05.08.2025

UDIN: F002191G000934023

For **A. ARORA & COMPANY**

**AJAY K. ARORA**

(Proprietor)

FCS No. 2191

C P No.: 993

Peer Review Cert No. 2120/2022

Further, this report is to be read with our letter of even date which is annexed as "Annexure A" and forms an integral part of this report.



## “Annexure-A”

To,

The Members,  
Indo Farm Equipment Limited  
S.C.O. 859, NAC Kalka Road,  
Manimajra, Chandigarh 160101.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records, based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. I believe that the processes and practices, we followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the extent of verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Chandigarh  
Date: 05.08.2025

UDIN: F002191G000934023

For **A. ARORA & COMPANY**

**AJAY K. ARORA**  
(Proprietor)  
FCS No. 2191  
C P No.: 993  
Peer Review Cert No. 2120/2022

Form No. MR-3

## SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2025

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

To,

The Members,  
Barota Finance Limited  
S.C.O. 859, NAC Manimajra,  
Chandigarh 160101.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by BAROTA FINANCE LIMITED (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by BAROTA FINANCE LIMITED ("the Company") for the financial year ended on March 31, 2025 under the provisions of below mentioned regulations:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder- Not Applicable being an unlisted company.
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder- Not Applicable during the audit period.
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings: Not Applicable.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company being an unlisted company:
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2013.
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - c) The Securities and Exchange Board of India (Share Based Employee Benefits And Sweat Equity) Regulations, 2021.
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
  - e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.



- f) Securities and Exchange Board of India (Issue and Listing of Non- Convertible Securities) Regulations, 2021.
  - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
  - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021.
- (vi) The major provisions and requirements have also been complied with as prescribed under all applicable Labour and Industrial laws.

I have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the applicable Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

Based on our examination and the information received and records maintained, I further report that:

1. The Board of Directors of the Company is constituted with Non Executive Directors. There were no changes in the composition of the Board of Directors during the year.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All decisions are carried through majority while the dissenting members' views, if any, were captured and recorded as part of the minutes.
4. The Company has proper board processes.

Based on the compliance mechanism established by the company and on the basis of the compliance certificate(s) issued by the Company Secretary/ Officers, I am of an opinion that:

- a) There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- b) Based on the examination of the relevant documents and records on test check basis the company has Complied with the following laws specifically applicable to the company:
  - a) Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023 effective from October 2023 and other directions/regulations issued by Reserve Bank of India applicable for Base Layer NBFC.
  - b) The Finance Act, 2016
  - c) Prevention of Money Laundering Act, 2002 and the Prevention of Money Laundering (Amendment) Act, 2012.

I further report that during the audit period,

1. With the approval of the shareholders, the company has increased its authorised share capital from Rs. 20.00 Crores to Rs. 50.00 Crores.
2. The company has issued and allotted 1,80,00,000 fully paid up equity shares, on Right Issue basis, at an issue price of Rs. 25/- per share including a premium of Rs. 15/- per share to the holding company M/s Indo Farm Equipment Limited.

I further report that during the audit period, there were no instances of:

- (i) Public / Rights / Preferential issue of shares / debentures / sweat equity.
- (ii) Redemption / buy-back of securities.

- (iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013.
- (iv) Merger / amalgamation / reconstruction etc.
- (v) Foreign Technical Collaborations.

Place : Chandigarh

Date : 11.08.2025

UDIN: F002191G000975273

For **A. ARORA & COMPANY**

-  
**AJAY K. ARORA**

(Proprietor)

FCS No. 2191

C P No.: 993

Peer review Cert No. 2120/2022

This report is to be read with our letter of even date which is annexed as "Annexure A" and forms an integral part of this report.



## “Annexure-A”

To,  
The Members,  
Barota Finance Limited  
S.C.O. 859, NAC Manimajra,  
Chandigarh 160101.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records, based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the extent of verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place : Chandigarh  
Date : 11.08.2025

UDIN: F002191G000975273

For **A. ARORA & COMPANY**

**AJAY K. ARORA**  
(Proprietor)  
FCS No. 2191  
C P No.: 993  
Peer review Cert No. 2120/2022

## ANNEXURE D

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (“CSR”) ACTIVITIES (Pursuant to Rule 8 (1) of Companies (Corporate Social Responsibility Policy) Rules, 2014)

#### 1. BRIEF OUTLINE ON CSR POLICY OF THE COMPANY:

Giving back to the society is embedded in the value system of the Company and we believe and aim to bring about a positive change in the nation. Your Company’s approach to CSR extends beyond fulfilling legal obligations and instead focuses on generating social and environmental benefits. As an integral part of the Company’s commitment to Good Corporate Citizenship, the Company, believe in actively assisting in improvement of the quality of life of people in communities.

The Company actively contribute to ensure that the people living in local areas around business operations lead a good quality life. Towards achieving long-term stakeholder value, the Company shall always continue to respect the interests of and be responsive towards key stakeholders - the communities, especially those from socially and economically backward groups, the underprivileged and the marginalized.

The CSR Policy (‘the Policy’) of the Company as approved by the Board is available on the Company’s website. The Company’s CSR is in alignment with the initiatives undertaken by it.

For details of the CSR Policy along with projects and programs, kindly refer to the following weblink at <https://www.indofarm.in/corporate-governance/>.

#### 2. Composition of CSR Committee:

S. N.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Brij Kishore Mahindroo	Chairman, Non-executive, Independent Director	1	1
2.	Mr. Ranbir Singh Khadwalia	Member, and Managing Director	1	1
3.	Ms. Arshdeep Kaur	Member, Non-executive, Independent Director	1	1
4.	Ms. Babita Dosajh	Member, Non-executive, Independent Director	1	1

#### 3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company:

- Composition of the CSR committee is available on the Company’s website on: <https://www.indofarm.in/corporate-governance/>.
- CSR policy: <https://www.indofarm.in/corporate-governance/>.
- CSR projects on: Currently there are no ongoing projects.

#### 4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable:

Not Applicable



5. (a) Average net profit of the Company as per section 135(5): ₹17,34,73,870  
 (b) 2% of average net profit of the Company as per section 135(5): ₹34,69,477  
 (c) Surplus arising out of the CSR projects or programs or activities of the previous Financial Years: NIL  
 (d) Amount required to be set-off for the financial year, if any: ₹26,49,727  
 (e) Total CSR obligation for the Financial Year [(b) +(c) -(d)]: ₹ 8,19,750
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).
- Currently there are no ongoing projects.
  - Details of CSR amount spent against other than ongoing projects for the Financial Year:

(1) S. N.	(2) Name of the Project	(3) Item from the list of activities in schedule VII to the Act	(4) Local area (Yes/ No)	(5) Location of the Project		(6) Amount spent for the project (in ₹) lac	(7) Mode of implementation - Direct (Yes/No)	(8) Mode of implementation - Through implementing agency.	
				State	District			Name.	CSR registration number.
1	Employment enhancing vocational skills	(ii)	Yes	Himachal	Solan	7,40,536.35	No	Perna Foundation	CSR00034659
2	Promoting health care, Promoting Education, Animal Welfare	(i, ii, iv)	No	Delhi	Delhi	11,00,000.00	No	Savitriba Jyotirao Phule Trust	CSR00080826
Total						18,40,536.35			

- (b) Amount spent in Administrative Overheads: NIL  
 (c) Amount spent on Impact Assessment, if applicable: NA  
 (d) Total amount spent for the Financial Year [(a) + (b) +(c)]: ₹18,40,536.35  
 (e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
18,40,536.35	NIL	-	-	NIL	-

(f) **Excess amount for set-off, if any:**

S. No.	Particulars	(In ₹ Amount)
1	Two percent of average net profit of the company as per section 135(5)	3,469,477.00
2	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	2,649,727.00
3	Total amount spent for the Financial Year	1,840,536.35
4	(Shortage) / Excess amount spent for the Financial Year 2025 (2)+(3)-(1)	1,020,786.35
5	Amount available for set off in succeeding financial years	1,020,786.35

**7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:**

S. N.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (In ₹)	Amount spent in the Financial Year (in ₹). Amount (in Rs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any		Amount remaining to be spend in succeeding financial years
				Date of transfer		
-	-	-	-	-	-	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **NO**

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135: **NA**

**For and on behalf of the Board of Directors  
of Indo Farm Equipment Limited**

**Ranbir Singh Khadwalia**  
 Chairman and Managing Director  
 DIN : 00062154

**Anshul Khadwalia**  
 Whole Time Director  
 DIN: 0524334

**Date: 12.08.2025**  
**Place: Chandigarh**



## ANNEXURE E

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE (Disclosure under Section 134 (3) (m) of the Companies Act, 2013 Read with Rule 8 (3) of Companies (Accounts) Rules, 2014)

#### A) CONSERVATION OF ENERGY

<p>(i) The steps taken or impact on conservation of energy</p>	<p>a) The company has always been conscious of the need to conserve energy and has always attempted various measures for the same wherever possible to achieve reduction in cost of production.</p> <p>b) The company has taken various measures on suggestions of experts in the areas where energy reduction and fuel and oil conservation is possible.</p> <p>c) There is an optimum utilization of natural light and proper insulation/ventilation to balance temperature and reduce heat.</p> <p>d) Retrofitting with LED lights in existing light fixtures done in phased manner across all locations. All new purchases of lights are done of LED lights primarily.</p> <p>e) Automation system:</p> <ol style="list-style-type: none"> <li>1. Auto water level sensors fixed to ETP, STP, drinking water RO plant &amp; underground &amp; overhead water tanks etc.</li> <li>2. Ensured best possible automation to reduce electricity wastage.</li> </ol> <p>Impact of above measures:</p> <p>(i) Reduction in energy consumption and cost.</p> <p>(ii) Increase in operational efficiencies.</p>
<p>(ii) The steps taken by the company for utilizing alternate sources of energy</p>	<p>Company continued its steps to adopt green energy utilization as an alternate source of energy and took various initiatives in this regard.</p>
<p>(iii) The capital investment on energy conservation equipment</p>	<p>Company has invested substantial amounts on energy conservation equipment across all units.</p>

#### (B) TECHNOLOGY ABSORPTION:

<p>(i) The efforts made towards technology absorption</p>	<p>The company has continued its efforts on technology up-gradation in the area of manufacturing of Tractors and Pick and Carry Cranes.</p>
<p>(ii) The benefits derived like product improvement, cost reduction, product development or import substitution</p>	<ol style="list-style-type: none"> <li>1. The quality of Product</li> <li>2. Reduction in costs</li> <li>3. Increase in exports</li> </ol>

	In case of imported technology (imported during the last three years reckoned from the beginning of the Financial Year)-	NIL
	(a) the details of technology imported	NIL
(iii)	(b) the year of import;	N. A
	(c) whether the technology been fully absorbed	N. A
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	N. A
(iv)	The expenditure incurred on Research and Development	The Company is engaged in the process research for new products and continuous improvement of existing products. However, the Company is primarily engaged in the business of contract manufacturing.

**(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:**

(₹ in Lacs)

Particulars	FY 2025	FY 2024
Expenditure in foreign currency	394.66	432.88
Earnings in foreign currency	2569.21	1901.88

**For and on behalf of the Board of Directors  
of Indo Farm Equipment Limited**

**Ranbir Singh Khadwalia**  
 Chairman and Managing Director  
 DIN : 00062154

**Anshul Khadwalia**  
 Whole Time Director  
 DIN: 0524334

**Date: 12.08.2025**  
**Place: Chandigarh**



## CORPORATE GOVERNANCE REPORT

### Company's philosophy on Code of Governance

This Corporate Governance Report outlines the framework, principles, and practices adopted by Indo Farm Equipment Limited ("IFEL" or "Indo Farm") to ensure effective oversight, accountability, and transparency in its operations. Our governance structure is designed to foster ethical conduct, protect stakeholder interests, and promote long-term sustainability.

Strong governance practices at Indo Farm promote transparent decision-making, foster accountability, and enable seamless succession planning for senior leadership, thereby reinforcing organizational resilience and effectiveness. The Company recognizes its shareholders as the true owners and regards its role as a trustee in safeguarding and enhancing their interests.

A report on compliance with the Code of Corporate Governance as prescribed in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") is given below:

#### I. Code of Conduct

The Board of Directors has laid down a Code of Conduct for all Board members, the senior management of the Company and all employees including employees of its subsidiary companies. This Code serves as a guide for our daily business interactions reflecting our standard for appropriate behavior and our corporate values, and is designed to prevent, detect, and address any allegation of misconduct and to provide guidance to personnel in recognizing and dealing with important ethical and legal issues and to foster a culture of honesty and accountability within the organization. The Code of Conduct of the Company is available on the website of the Company at <https://www.indofarm.in/corporate-governance/>.

All the Directors and Senior Management affirm compliance with the Code of Conduct as approved and adopted by the Board of Directors and a declaration to this effect signed by the Managing Director has been annexed as Annexure 'T' to this Report.

All members of the senior management have confirmed that there are no material, financial and commercial transactions wherein they have a personal interest that may give rise to potential conflict with the interest of the Company at large.

The Corporate Governance Report for FY 2025 is prepared in accordance with Para C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") as amended up to date read with relevant provision of the Companies Act, 2013 (the Act) & Rules framed thereunder.

As on 31 March 2025, the Company is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and Regulation 46 of SEBI Listing Regulations, as applicable, with regard to corporate governance. This report contains information of all events till 31 March 2025 unless otherwise specified.

#### II. Board of Directors

The Board of the Company consists of a well-balanced composition of highly experienced and distinguished professional individuals bringing a diverse range of backgrounds and expertise.

The Board is entrusted with the ultimate responsibility for the management, general affairs, direction and strategies of the Company and vested with requisite powers, authorities and duties. The Board along with its committees provides leadership and guidance to the Company's management and supervises the Company's performance.

During the year under review, the Board of Directors of the company was constituted with 6 (Six) Directors, comprising 2 Promoter Executive Directors, 1 Non-Promoter Executive Directors and 3 (three) Non-Executive Independent Directors.

During the year under review, the Board of the Company had a Promoter Executive Chairman, with Independent Directors constituting 50% of its strength, including two women Independent Directors. The composition of the Board is in compliance with Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), read with Section 149 of the Companies Act, 2013 ("the Act"). The Company maintains a strictly professional relationship with its Non-Executive Directors. Apart from payment of sitting fees, there were no pecuniary

relationships or transactions between the Company and any Non-Executive Director. The Company also reimburses out-of-pocket expenses, if any, incurred by the Directors in attending Board and Committee meetings.

As of the date of this Report:

- None of the Directors serve as a Director or Independent Director in more than seven listed entities.
- The Managing Director does not hold any Independent Directorships in listed companies.
- None of the Independent Directors serve as a Non-Independent Director of a company where any of the Company's Non-Independent Directors serve as an Independent Director.
- No Director acted as a member in more than ten committees or as Chairperson in more than five committees (being Audit Committee and Stakeholders Relationship Committee as per Regulation 26(1) of SEBI LODR) across all listed entities where they serve as a Director.

#### A. Composition of the Board

Company's Board of Directors as on 31st March 2025 comprised of 6 members. The names and categories of the Directors on the Board, name of other listed entities in which the Director is a director and the number of Directorships and Committee Chairmanships / Memberships held by them in other public limited companies as on 31st March, 2025 are given below:

#### Number of directorships / committee memberships held by the Directors of the Company in other Companies including the names of the other listed entities where the Director is a Director and the category of their directorship as on 31 March 2025

Name of Director	DIN NO	Category	Total No. of Directorships in public Companies	Committee+ Position held in Public Companies#		Directorship in other listed entity (Category of Directorship)
				Chairman	Member*	
Mr. Ranbir Singh Khadwalia	00062154	Chairman and Managing Director	3	-	1	N.A
Mr. Anshul Khadwalia	05243344	Whole Time Director	4	-	1	N.A
Mr. Charan Singh Saini	06864826	Whole Time Director	-	-	-	N.A
Mr. Brij Kishore Mahindroo	08472014	Independent Director	-	-	-	N.A
Ms. Arshdeep Kaur	08056826	Independent Director	3	4	5	Syschem (India) Limited (Independent Director)
Ms. Babita Dosajh	10312327	Independent Director	-	-	-	N.A

The Senior Management has made disclosures to the Board confirming that there are no material, financial and/or commercial transactions between them and the Company which could have potential conflict of interest with the Company at large.

Based on the disclosures received from all the independent directors and also in the opinion of the Board, the independent



directors fulfill the conditions specified in the Companies Act, 2013 and the Listing Regulations and are independent of the management.

**B. Board Procedure**

The Board meets at regular intervals and a detailed Agenda is sent to each Director prior to Board and Committee Meetings. To enable the Board to discharge its responsibilities effectively, the Board is apprised at every Meeting regarding the overall performance of the Company. The Board also inter alia reviews strategy and business plans, annual operating and capital expenditure budgets, investment and exposure limits, compliance reports of all laws applicable to the Company, as well as steps taken by the Company to rectify instances of non-compliances, if any, adoption of quarterly/half-yearly/annual results, significant labour issues, and Minutes of Meetings of the Audit and other Committees of the Board.

The Board has identified strategy and planning, understanding of industry and global trends, knowledge with regard to the company’s business/activities, driving corporate ethics and values as the key skills/expertise/competencies fundamental for the effective functioning of the Company and the same are currently available with all the Board Members.

During the financial year 2024-25, the Board of the Company met Twenty Seven (27) times as follows:

Sl.No	Dates	Sl.No	Dates	Sl.No	Dates
1	16 <sup>th</sup> April 2024	10	26 <sup>th</sup> July 2024	19	15 <sup>th</sup> November 2024
2	17 <sup>th</sup> April 2024	11	8 <sup>th</sup> August 2024	20	6 <sup>th</sup> December 2024
3	30 <sup>th</sup> April 2024	12	19 <sup>th</sup> August 2024	21	20 <sup>th</sup> December, 2024
4	16 <sup>th</sup> May 2024	13	25 <sup>th</sup> August 2024	22	30 <sup>th</sup> December 2024
5	24 <sup>th</sup> May 2024	14	7 <sup>th</sup> September 2024	23	3 <sup>rd</sup> January 2025
6	27 <sup>th</sup> May 2024	15	5 <sup>th</sup> October 2024	24	20 <sup>th</sup> January 2025
7	29 <sup>th</sup> May 2024	16	7 <sup>th</sup> October 2024	25	27 <sup>th</sup> January 2025
8	24 <sup>th</sup> June 2024	17	10 <sup>th</sup> October 2024	26	13 <sup>th</sup> February 2025
9	12 <sup>th</sup> July 2024	18	24 <sup>th</sup> October 2024	27	12 <sup>th</sup> March 2025

The gap between two Meetings did not exceed one hundred and twenty days. The meetings were conducted with proper notice and quorum, and all necessary information, as stipulated under SEBI LODR, was placed before the Board.

Details of the composition of the Board, the Board meetings held during the year, attendance of Directors at Board meetings and at the last Annual General Meeting (“AGM”) are as under:

Name of the Director	Number of Meetings held during the tenure of the Director	No. of. Board Meeting attended	Attendance at the last AGM held on 30 September 2024
Mr. Ranbir Singh Khadwalia	27	27	Yes
Mr. Anshul Khadwalia	27	27	Yes
Mr. Charan Singh Saini	19	18	Yes
Mr. Brij Kishore Mahindroo	27	9	Yes
Ms. Arshdeep Kaur	27	7	Yes
Ms. Babita Dosajh	27	7	Yes
Mr. Kadappa Adivappa Chinagundi (Ceased w.e.f 27.06.2024)	8	8	N.A

During the year, all the recommendations of all the Committees were accepted by the Board.

**C. Meeting(s) of Independent Directors**

The Independent Directors of the Company meet at least once in every financial year without the presence of Non-Independent Directors and any other management personnel. The meeting(s) is conducted in a manner to enable the Independent Directors to discuss matter pertaining to, inter-alia, review of performance of Non-Independent Directors and the Board as a whole, assess the quality, quantity and timeliness of flow of information between the Company's management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

During the year, one meeting of Independent Directors was held on 24<sup>th</sup> March , 2025.

**D. Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations, a system has been put in place to carry out performance evaluation of the Board, its committees and individual directors. An appraisal format has been devised covering various aspects of the Board's functioning such as adequacy of composition of the Board and its Committees, Board process, culture and accountability etc. Similarly, a separate format is also formulated for carrying out evaluation of the performance of individual Directors including the Chairman of the Board, which inter-alia include parameters such as The Company follows a structured assessment process to evaluate the performance of the Board, its Committees, and individual Directors. The evaluation for the year was conducted by the Board in consultation with the Nomination and Remuneration Committee (NRC), in line with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR").

The evaluation process covered various parameters, including the structure and composition of the Board, fulfilment of key responsibilities, effectiveness of Board processes and information flow, functioning of Committees, Board dynamics and culture, quality of relationship between the Board and management, and the contribution of individual Directors both during and outside Board/Committee meetings.

The Board deliberated on the findings and recommendations arising from the evaluation and recorded individual feedback from Directors. The evaluation noted the professionalism and efficiency of the Board Committees in addressing key matters. It also highlighted the cohesive Board culture, characterised by mutual trust, openness, transparency, and encouragement of diverse perspectives.

Additionally, the Independent Directors held separate meetings to discuss Company affairs and shared their collective insights with the Board. Overall, the outcome of the Board evaluation was positive, reaffirming the Board's effectiveness in discharging its duties and responsibilities.

**E. Directors seeking re-appointment**

Mr. Ranbir Singh Khadwalia (00052164) was re-appointed as Chairman cum Managing Director of the company in the Board meeting dated 30.06.2025 for term of (3) Three w.e.f 01.07.2025. The approval of the members is being sought for the re-appointment of Mr. Ranbir Singh Khadwalia as Managing Director at the ensuing AGM.

The brief profiles of the Directors being re-appointed in the forthcoming Annual General Meeting of the Company are given below:

**Mr. Ranbir Singh Khadwalia**

Mr. Ranbir Singh Khadwalia is the Promoter Director of the company and has been associated as a director since inception. He has significant industry experience of around three decades and possesses business intellect in all the core fields of the industry. He is currently designated as Chairman and Managing Director of our Company. He completed his Diploma in Mechanical Engineering from Haryana State Board of Technical Education. He has around three decades of experience in manufacturing farming / agricultural equipment and machines. He is currently responsible for overall supervision of the management and affairs of the Company, including the setting up of new plants and developing industry networks for further business development consistent performance of our company.



The details of Mr. Ranbir Singh Khadwalia current Membership in Committees are given below:

Name of Committee	Position Held
Audit Committee	Member
Risk Management Committee	Chairman
Corporate Social Responsibility Committee	Chairman
Stakeholders relationship Committee	Member

#### Mr. Charan Singh Saini

Mr. Charan Singh Saini (06864826) was appointed as an additional Director of the company w.e.f. 12.07.2024 and was further designated as the Whole Time Director of the company w.e.f 12.07.2024 for a term of 01 year which completed on 11.07.2025. He was further re-appointed in the Board meeting dated 30.06.2025 for a term of 1 year w.e.f 12.07.2025. The approval of the members is being sought for the re-appointment of Mr. Charan Singh Saini as Whole Time Director at the ensuing AGM.

Mr. Charan Singh Saini (DIN: 06864826) is on the Board of the Company since July 12, 2024. Mr. Charan Singh Saini holds Diploma-Mechanical, aged about 69 years and is having experience of more than 40 years in this industry. The company is expecting to achieve new heights during its tenure as a Whole Time Director with his master guidance to the company. Over the term of his career, Mr. Charan Singh Saini has gained qualitative experience and owing to his experience, he will be proved to be huge asset to the company in future.

Mr. Charan Singh Saini does not hold any shares in the Company.

Mr. Charan Singh Saini does not have any inter se relationship with other Directors of the Company.

#### F. Directors retiring by rotation

The brief profiles of the Directors retiring by rotation and being eligible offers himself of reappointment.

##### ANSHUL KHADWALIA

Mr. Anshul Khadwalia, aged 34 years is the Whole Time Director of our Company. He was re-appointed on the Board of our Company w.e.f October 18, 2024 for a period of three (3) years. Mr. Anshul is a dynamic and forward-thinking professional currently serving as the Head of Sales & Marketing for the Farming Division in the Company. He plays a pivotal role in developing and executing strategic sales and marketing initiatives that drive sustainable growth, improve farmer outreach, and enhance brand positioning across rural and semi-urban markets.

#### G. Number of shares and convertible instruments held by Directors and KMPs:

Details of shares of the Company held by Directors and KMPs as on 31st March, 2025 are as below:

Name of the Director or Key Managerial Personnel	Designation	Number of equity shares	Number of convertible instruments
Mr. Ranbir Singh Khadwalia	Chairman and Managing Director	16826400	Nil
Mr. Anshul Khadwalia	Whole Time Director	997332	Nil
Mr. Charan Singh Saini	Whole Time Director	Nil	Nil
Mr. Brij Kishore Mahindroo	Independent Director	Nil	Nil
Ms. Arshdeep Kaur	Independent (Woman) Director	Nil	Nil
Ms. Babita Dosajh	Independent (Woman) Director	Nil	Nil
Mr. Varun Sharma	Chief Financial Officer (KMP)	Nil	Nil
Ms. Navpreet Kaur	Company Secretary and Compliance Officer	Nil	Nil

#### H. Insider Trading Code

In compliance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 ("PIT Regulations"), as amended from

time to time, the Board of Directors has adopted the Code of Conduct for Prevention of Insider Trading and Code of Practices and Procedures for fair disclosure of Unpublished Price Sensitive Information (“the Code”). The Code includes a comprehensive framework for regulating, monitoring, and reporting trading by insiders, as well as practices for fair disclosure of unpublished price sensitive information (UPSIs).

The Code applies to all Directors, Promoters, identified Designated Persons, their Immediate Relatives, and other Connected Persons who are reasonably expected to have access to UPSI relating to the Company.

The Company Secretary & Compliance Officer has been designated as the Compliance Officer for the purpose of Overseeing adherence to the Code and ensuring compliance with the PIT Regulations

### I. Familiarisation Programme

The Company has a structured familiarisation programme in place for its Directors, including Independent Directors. This programme comprises sessions on the Company’s business operations, functional areas, strategies, and key developments, ensuring that the Directors are well-equipped to make informed decisions, provide effective oversight, and contribute meaningfully to the Company’s growth and governance.

For newly appointed Directors, tailored induction and training sessions are conducted to help them integrate seamlessly into the Company’s governance framework and operational environment.

Details of the familiarisation and training programmes attended by the Directors during the year are available on the Company’s website at: <https://www.indofarm.in/corporate-governance/>.

#### Skills/Expertise/Competence identified by the Board of Directors:

The Board of Directors has identified a set of core skills, expertise, and competencies that are considered essential in the context of the Company’s business and strategic direction. These skills ensure that the Board collectively possesses the knowledge and experience necessary to effectively guide and oversee the Company’s operations.

**The table below summarizes the key qualifications, skills, expertise and competencies possessed by Directors of the Company:**

Name of the Director	Skills/Expertise/Competencies						
	Business and Strategy	Industry experience and knowledge	Financial and Risk Management	Governance	Technology	Leadership	Sales and Marketing
Mr. Ranbir Singh Khadwalia	✓	✓	✓	✓	✓	✓	✓
Mr. Anshul Khadwalia	✓	✓	✓	✓	✓	✓	✓
Mr. Charan Singh Saini	✓	✓	-	✓	✓	✓	✓
Mr. Brij Kishore Mahindroo	✓	✓	✓	✓	-	✓	-
Ms. Arshdeep Kaur	✓	✓	✓	✓	-	✓	-
Ms. Babita Dosajh	✓	-	-	✓	-	✓	-

### III. Committees of the Board

Our Company stands committed to good Corporate Governance practices based on the principles such as accountability, transparency in dealing with our stakeholders, emphasis on communication and transparent report. We have complied with the requirements of the applicable regulations, including Regulations, in respect of Corporate Governance including constitution of the Board and its Committees. The Corporate Governance framework is based on an effective Independent Board, the Board’s supervisory role from the executive management team and constitution of the Board Committees, as required under law. The Board has constituted the below mentioned mandatory committees:



- 1) Audit Committee
- 2) Nomination & Remuneration Committee
- 3) Stakeholders Relationship Committee
- 4) Corporate Social Responsibility (“CSR”) Committee and
- 5) Risk Management Committee (Voluntarily)

A. **Audit Committee**

**The audit committee comprises of the following members:**

Name of the Directors	Nature of Directorship	Designation in Committee
Mr. Brij Kishore Mahindroo	Independent Director	Chairman
Mr. Ranbir Singh Khadwalia	Managing Director	Member
Ms. Arshdeep Kaur	Independent Director	Member
Ms. Babita Dosajh	Independent Director	Member

The Company Secretary & Compliance Officer of the Company acts as the Secretary of the Committee.

The scope of Audit Committee includes but is not be restricted to the following:

- a) overseeing the Company’s financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- b) recommending to the Board the appointment, remuneration and terms of appointment of the statutory auditor of the Company;
- c) reviewing and monitoring the statutory auditor’s independence and performance, and effectiveness of audit process;
- d) approving payments to statutory auditors for any other services rendered by the statutory auditors;
- e) reviewing, with the management, the annual financial statements and auditor’s report thereon before submission to the board for approval, with particular reference to:
  - i. matters required to be included in the director’s responsibility statement to be included in the board’s report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
  - ii. changes, if any, in accounting policies and practices and reasons for the same;
  - iii. major accounting entries involving estimates based on the exercise of judgment by management;
  - iv. significant adjustments made in the financial statements arising out of audit findings;
  - v. compliance with listing and other legal requirements relating to financial statements;
  - vi. disclosure of any related party transactions; and
  - vii. modified opinion(s) in the draft audit report;
- f) reviewing, with the management, the quarterly, half-yearly and annual financial statements before submission to the board for approval;
- g) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter.
- h) approval or any subsequent modification of transactions of the Company with related parties;
- i) scrutinizing inter-corporate loans and investments.
- j) valuation of undertakings or assets of the Company, wherever it is necessary; \
- k) establishing a vigil mechanism for directors and employees to report their genuine concerns or grievances.
- l) evaluating internal financial controls and risk management systems;
- m) reviewing, with the management, the performance of statutory and internal auditors, and adequacy of the internal control systems;

- n) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- o) discussing with internal auditors of any significant findings and follow up there on;
- p) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- q) discussing with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern;
- r) looking into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- s) reviewing the functioning of the whistle blower mechanism;
- t) approving of appointment of Chief Financial Officer or any other person heading the finance function or discharging that function after assessing the qualifications, experience and background, etc. of the candidate;
- u) investigating into any above matter or referred to it by the Board of Directors and for this purpose, to have full access to information contained in the records of the Company and external professional advice, if necessary;
- v) The Audit Committee shall mandatorily review the following information:
  - a. management discussion and analysis of financial condition and results of operations;
  - b. statement of significant related party transactions (as defined by the Audit Committee), submitted by management;
  - c. management letters / letters of internal control weaknesses issued by the statutory auditors;
  - d. internal audit reports relating to internal control weaknesses;
  - e. the appointment, removal and terms of remuneration of the chief internal auditor;
  - f. reviewing utilisation of loans and/or advances from/investment by the holding company in the unlisted subsidiary including existing loans/ advances/ investments; and
  - g. statement of deviations:
    - i. Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of the SEBI Listing Regulations.
    - ii. annual statement of funds utilised for purposes other than those stated in the offer document / prospectus / notice in terms of the SEBI Listing Regulations; and
- w) reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments.
- x) consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders
- y) Carrying out any other function as is mentioned in the terms of reference of the audit committee and any other terms of reference as may be decided by the board and/or specified/provided under the Companies Act or the Listing Regulations or by any other regulatory authority.

**The powers of the Audit Committee include the following:**

- i. To investigate activity within its terms of reference;
- ii. To seek information from any employees;
- iii. To obtain outside legal or other professional advice;
- iv. To secure attendance of outsiders with relevant expertise, if it considers necessary; and
- v. To have full access to the information contained in the records of the Company.

The Audit Committee is required to meet at least four times a year under the SEBI Listing Regulations.

**Meetings;**

During the year under review, the Audit Committee met six (6) times, as follows:

16<sup>th</sup> April, 2024

26<sup>th</sup> July, 2024

5<sup>th</sup> October, 2024

20<sup>th</sup> January, 2025

27<sup>th</sup> January, 2025

13<sup>th</sup> February, 2025

**Attendance of Audit Committee:**

Name of the Directors	No. of Meetings held during the tenure of the Director	No. of Meetings Attended
Mr. Brij Kishore Mahindroo	6	6
Mr. Ranbir Singh Khadwalia	6	6
Ms. Arshdeep Kaur	6	5
Ms. Babita Dosajh	6	4

**B. NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee comprises of the following members:

Name of the Directors	Nature of Directorship	Designation in Committee
Mr. Brij Kishore Mahindroo	Independent Director	Chairman
Ms. Arshdeep Kaur	Independent Director	Member
Ms. Babita Dosajh	Independent Director	Member

The scope of Nomination and Remuneration Committee shall include but shall not be restricted to the following:

- formulating and recommending to the Board for its approval and also to review from time to time, a nomination and remuneration policy or processes, as may be required pursuant to the provisions of the Companies Act;
- formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to, the remuneration of the Directors, key managerial personnel and other employees;
- identifying persons who are qualified to become directors and persons who may be appointed in senior management position in accordance with the criteria laid down, and recommend to the Board their appointment and removal;
- formulation of criteria for evaluation of performance of Independent Directors and the Board;
- recommending to the Board, qualifications, appointment, remuneration and removal of Directors, key management personnel and persons in senior management positions in accordance with the nomination and remuneration policy;
- devising a policy on diversity of the Board;
- carrying out performance evaluation of every Director in accordance with the nomination and remuneration policy;
- considering grant of stock options to eligible Directors, formulating detailed terms and conditions of employee stock option schemes and administering and exercising superintendence over employee stock option schemes;
- engaging the services of any consultant/professional or other agency for the purpose of recommending compensation structure/policy;
- determining whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors;
- recommend to the board, all remuneration, in whatever form, payable to senior management and;
- performing such other activities as may be delegated by the Board or specified or provided under the Companies Act, 2013 or the SEBI Listing Regulations, and the rules and regulations made thereunder or other applicable law, including any amendments thereto as may be made from time to time;

### Meetings:

During the year under review, the Nomination and Remuneration Committee met three (3) times, as follows:

12<sup>th</sup> July, 2024  
 26<sup>th</sup> July, 2024  
 7<sup>th</sup> October, 2024

### Attendance of Nomination and Remuneration Committee:

Name of the Directors	No. of Meetings held during the tenure of the Director	No. of Meetings Attended
Mr. Brij Kishore Mahindroo	3	3
Ms. Arshdeep Kaur	3	3
Ms. Babita Dosajh	3	3

### Performance Evaluation Criteria for Independent Directors:

The Nomination and Remuneration Committee has adopted the performance evaluation criteria for Independent Directors which is in-line with the Guidance Note of SEBI on Board Evaluation. The said criteria provide certain parameters like knowledge, competency, fulfillment of functions, availability and attendance, initiative, integrity, contribution, Independence and independent views and judgement. The details of the performance evaluation carried out for FY 2025 is provided in the Boards' Report forming part of this Annual Report.

### C. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders relationship consists of the following members:

Name of the Directors	Nature of Directorship	Designation in Committee
Mr. Brij Kishore Mahindroo	Independent Director	Chairman
Mr. Ranbir Singh Khadwalia	Managing Director	Member
Mr. Anshul Khadwalia	Whole Time Director	Member

Ms. Navpreet Kaur, Company Secretary of the company has been appointed and designated as the Compliance Officer of the company. The Company Secretary of the Company act as the Secretary of the Committee.

This committee will address all grievances of Shareholders/Investors and its terms of reference include the following:

- Consider and resolve grievances of shareholders of the Company, including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings, etc;
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar and Share Transfer Agent.
- Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.
- Formulation of procedures in line with the statutory guidelines to ensure speedy disposal of various requests received from shareholders from time to time;
- Approve, register, refuse to register transfer or transmission of shares and other securities;
- Sub-divide, consolidate and or replace any share or other securities certificate(s) of the Company;
- Allotment and listing of shares;
- Authorise affixation of common seal of the Company;



- j) Issue duplicate share or other security(ies) certificate(s) in lieu of the original share/security(ies) certificate(s) of the Company;
- k) Approve the transmission of shares or other securities arising as a result of death of the sole/any joint shareholder;
- l) Dematerialize or rematerialize the issued shares;
- m) Ensure proper and timely attendance and redressal of investor queries and grievances;
- n) Carrying out any other functions contained in the Companies Act, 2013 and/or equity listing agreements (if applicable), as and when amended from time to time; and
- o) Delegate further, all or any of the power to any other employee(s), officer(s), representative(s), consultant(s), professional(s), or agent(s).
- p) performing such other activities as may be delegated by the Board or specified or provided under the Companies Act, 2013 or the SEBI Listing Regulations, and the rules and regulations made thereunder or other applicable law, including any amendments thereto as may be made from time to time.;

**Meetings:**

During the year under review, the Stakeholder relationship Committee met once on 24<sup>th</sup> March, 2025.

**Attendance of Stakeholder relationship Committee:**

Name of the Directors	No. of Meetings held during the tenure of the Director	No. of Meetings Attended
Mr. Brij Kishore Mahindroo	1	1
Mr. Ranbir Singh Khadwalia	1	1
Ms. Arshdeep Kaur	1	1
Ms. Babita Dosajh	1	1

**Number of complaints from shareholders during the year ended 31st March 2025**

The status of Investor Complaints as on March 31 as reported under Regulation 13(3) of the SEBI LODR is as under:

Complaints received during the year ended 31st March 2025	45
Complaints resolved during the year ended 31st March 2025	45
Complaints not solved to the satisfaction of shareholders during the year ended 31st March 2025	Nil
Complaints pending as on 31st March 2025	Nil

**D. RISK MANAGEMENT COMMITTEE**

The Risk Management Committee comprises of:

Name of the Directors	Nature of Directorship	Designation in Committee
Mr. Ranbir Singh Khadwalia	Managing Director	Chairman
Mr. Brij Kishore Mahindroo	Independent Director	Member
Mr. Anshul Khadwalia	Independent Director	Member

The scope and function of the Risk Management Committee is its terms of reference are as follows:

- a) To formulate a detailed Risk Management Policy covering risk across functions and plan integration through training and awareness programmes. The Policy shall include:
  - A framework for identification of internal and external risks specifically faced by the Company, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Risk Management Committee;
  - Measures for risk mitigation including systems and processes for internal control of identified risks;
  - Business continuity plan.

- b) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- c) To review and recommend potential risk involved in any new business plans and processes;
- d) To review the Company's risk-reward performance to align with the Company's overall policy objectives;
- e) To implement, monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
- f) To periodically review and assess the Risk Management Policy at least once in two years, including by considering the changing industry dynamics and evolving complexity and recommend for any amendment or modification as necessary;
- g) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- h) To seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary;
- i) Laying down risk assessment and minimization procedures and the procedures to inform Board of the same;
- j) To review the appointment, removal and terms of remuneration of the chief risk officer (if any);
- k) Framing, implementing, reviewing and monitoring the risk management plan for the Company and such the functions, including cyber security;
- l) Advise the Board with regard to risk management decisions in relation to strategic and operational matters such as corporate strategy; and
- m) Performing such other activities as may be delegated by the Board and/or are statutorily prescribed under any law to be attended to by the Risk Management Committee.

No meeting was held under Risk Management Committee during the year

#### **E. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The Corporate Social Responsibility committee comprises of the following members

<b>Name of the Directors</b>	<b>Nature of Directorship</b>	<b>Designation in Committee</b>
Mr. Ranbir Singh Khadwalia	Managing Director	Chairman
Mr. Brij Kishore Mahindroo	Independent Director	Member
Mr. Anshul Khadwalia	Independent Director	Member

The terms of reference of the Corporate Social Responsibility Committee include the following:

- a) Formulation of a corporate social responsibility policy to the Board, indicating the activities to be undertaken by the Company in areas or subject specified in the Companies Act, 2013. The activities should be within the list of permitted activities specified in the Companies Act, 2013 and the rules thereunder;
- b) Recommending the amount of expenditure to be incurred, amount to be at least 2% of the average net profit of the Company in the three immediately preceding financial years or where the Company has not completed the period of three financial years since its incorporation during such immediately preceding financial years;
- c) Instituting a transparent monitoring mechanism for implementation of the corporate social responsibility projects or programs or activities undertaken by the Company;
- d) Monitoring the corporate social responsibility policy from time to time and issuing necessary directions as required for proper implementation and timely completion of corporate social responsibility programmes;
- e) Identifying corporate social responsibility policy partners and corporate social responsibility policy programmes;
- f) Identifying and appointing the corporate social responsibility team of the Company including corporate social responsibility manager, wherever required; and
- g) Performing such other duties and functions as the Board may require the Corporate Social Responsibility Committee to undertake to promote the corporate social responsibility activities of the Company or as may be required under applicable laws

**Meetings;**

During the year under review, the Corporate Social Responsibility Committee met once (1) time, as follows:

12<sup>th</sup> July, 2024

**Attendance of Corporate Social Responsibility Committee:**

Name of the Directors	No. of Meetings held during the tenure of the Director	No. of Meetings Attended
Mr. Brij Kishore Mahindroo	1	1
Mr. Ranbir Singh Khadwalia	1	1
Ms. Arshdeep Kaur	1	1
Ms. Babita Dosajh	1	1

**IV. REMUNERATION OF DIRECTORS**

Pursuant to provisions of Section 178 of the Companies Act, 2013 read with Rules made thereunder, the Board has adopted a Policy on criteria for appointment of Directors, Key Managerial Personnel, Senior Management and fixing their remuneration. The Nomination and Remuneration Policy is available on the website of the Company at [www.indofarm.in](http://www.indofarm.in)

None of the Directors are eligible for any stock options. Based on the recommendation of Nomination & Remuneration Committee, all decisions relating to the remuneration of Directors are taken by the Board in accordance with the Shareholders' approval. Details of remuneration paid to Executive and Non- Executive Directors for the FY 2025 is provided hereinafter:

- Managing Director and Executive Directors**

The remuneration of the Managing Director and Whole-Time Director(s) includes salary, bonus, perquisites, contribution to provident and superannuation fund and other benefits as per Company's policy as applicable from time to time. There is no variable / performance linked pay. Details of remuneration paid to executive directors for FY 2025 as per table given below:

Director	Salary	Bonus	Perquisites/ Benefits	Commission	Total
Mr. Ranbir Singh Khadwalia	96.00.000	-	-	-	96.00.000
Mr. Anshul Khadwalia	96.00.000	-	-	-	96.00.000
Mr. Charan Singh Saini	17.93.548	-	-	-	17.93.548
Mr. Kadappa Adivappa Chinagundi (Ceased w.e.f 27.06.2024)	19.23.710	-	-	-	19.23.710

- Non- Executive Directors**

The Non-Executive Independent Directors of the Company are entitled to sitting fees for attending meetings of the Board and meetings of the committee for FY 2025 as per table given below:

Director	Sitting fees
Mr. Brij Kishore Mahindroo	2,30,000
Ms. Arshdeep Kaur	1,95,000
Ms. Babita Dosajh	2,15,000

Apart from the sitting fee paid for attending the meeting, the company has no pecuniary relationship with the Non Executive Directors.

## V. PARTICULARS OF SENIOR MANAGEMENT PERSONNEL

The particulars of the Senior Management Personnel of the Company, as defined under Regulation 16(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), for the Financial Year 2024-25 are as follows:

S. No.	Name	Designation
1	Mr. Shubham Khadwalia	Executive Vice President Sales & Marketing
2	Mr. Lalit Kumar	Senior Manager - R & D Department
3	Mr. Amit Kumar	Senior Deputy General Manager-Purchase and Vendor Development-CED
4	Mr. Arun Sharma	Deputy General Manager - Sales and Marketing
5	Mr. Arun Kumar Sharma	Senior Manager-Production -CED
6	Mr. Aman Thakur	Manager -R&D Department-CED
7	Mr. Sandeep Singh	Manager - Tractor Service and Product Support
8	Mr. Shivanshu Bansal	Deputy Manager - Sales and Marketing (CED)
9	Mr. Vikrant Thakur	Assistant Manager-Service-CED
10	Ms. Pavneet Miglani	Vice President - HR and Admin
11	Mr. Varun Sharma	Chief Financial Officer
12	Ms. Navpreet Kaur	Company Secretary & Compliance Officer

## VI. GENERAL SHAREHOLDER INFORMATION

### 1. GENERAL MEETINGS

#### a) Annual General Meeting:

Annual General Meeting Date, time and venue	Thursday, September 25, 2025, 11:00 AM (IST), (VC)/Other Audio Visual Means (OAVM). Deemed Venue: SCO 859, NAC Manimajra, Chandigarh-160101
Financial year	April 1, 2024 to March 31, 2025
Dividend payment date	NA
Registered Office	SCO 859, NAC Manimajra, Chandigarh-160101
Listing of Equity Shares on Stock Exchanges	BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-01; and National Stock Exchange of India Limited, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai-51.
Registrar and Share Transfer Agents;	M/s Mas Services Limited T-34 2nd floor, Okhla industrial area phase II, New Delhi 110020, India. Tel: 011-26387281-83, 011-41320335; Email: investor@masserv.com Website: www.masserv.com Contact Person: N.C. Pal SEBI Registration No.: INR000000049Tel: 011-41406149 Fax: 011-41709881
Company Secretary & Contact Address	Navpreet Kaur Company Secretary & Compliance Officer Email: compliance@indofarm.in Email:Phone: +91 <b>01722730060</b>
Address for correspondence	SCO 859, NAC Manimajra, Chandigarh-160101



**b) Particulars of the past three Annual General Meetings**

**Location, date and time of AGMs held during the last 3 years:**

Year	Date and Time	Venue	Special Resolutions
2023-24	September 30, 2024 10.30 AM (IST)	Video Conference/Other Audio Visual Means Deemed Venue: SCO 859, NAC Manimajra, Chandigarh	Appointment of Mr. Charan Singh Saini (DIN: 06864826) as Whole Time Director of the Company
2022-23	September 30, 2023 10.00 AM (IST)	SCO 859, NAC Manimajra, Chandigarh	No Special Resolution passed.
2021-22	September 30, 2022 10.00 AM (IST)	SCO 859, NAC Manimajra, Chandigarh	No Special Resolution passed.

**c) Extra Ordinary General Meeting:**

There were five (5) Extraordinary General Meeting of the Shareholders held during the Financial Year 2024-25.  
 18<sup>th</sup> April, 2024  
 17<sup>th</sup> May, 2024  
 28<sup>th</sup> May, 2024  
 30<sup>th</sup> September, 2024  
 23<sup>rd</sup> December, 2024

**d) Postal Ballot**

No Postal Ballot was conducted during the Financial Year 2024-25

**e) Means of Communication**

Quarterly Results; Newspapers wherein Results normally published; Website, where displayed;	The quarterly results were published in the Financial Express and Jansatta. The audited financial results for the year ended March 31, 2025 were published in Financial Express and Jansatta . The results are displayed on <a href="http://www.indofarm.in">www.indofarm.in</a>
Whether it also displays official news releases; and	No
Presentations made to institutional investors or to the analysts.	No.
Whether half-yearly reports are sent to each household of shareholder?	No
	The Company has created an email ID - <a href="mailto:compliance@indofarm.in">compliance@indofarm.in</a> - to facilitate investor communication and redressal of grievances.
Website for investor complaints	SEBI Complaints Redress System (SCORES): Investor complaints are processed through a centralized web-based redressal system. The salient features of SCORES include a centralized database of all complaints, online uploading of Action Taken Reports (ATRs) by the respective companies, and real-time online access for investors to view the status and actions taken on their complaints.

Annual Reports and Annual General Meetings

The Annual Report for the Financial Year 2024-25, including the audited financial statements for the year ended March 31, 2025, will be sent electronically to Members whose email addresses are registered with the Company or their Depository Participants, unless a Member has requested a physical copy by writing to [compliance@indofarm.in](mailto:compliance@indofarm.in) with their Folio No./DP ID and Client ID.

In compliance with Regulation 36(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), a communication is being sent to shareholders whose email addresses are not registered, providing a web link to access the Integrated Annual Report for FY 2024-25.

The Annual Report and Notice of the AGM will also available on the Company's website at [www.indofarm.in](http://www.indofarm.in)

**f. Share Transfer System**

In accordance with Regulation 40(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), as amended, requests for transfer, transmission, and transposition of securities shall be processed only in dematerialised form.

As of 31 March 2025, all shares of the Company are held in dematerialized form. The shares of the Company are traded on the stock exchanges compulsorily in dematerialized form and as such, transfer of shares is not permitted in physical form. As on the date of this report, no shares were held in physical form. Shareholders may please note that instructions regarding change of address, bank details, email address, nomination and power of attorney should be given directly to the Depository Participant (DP).

**g. Stock Information**

Equity Shares	:	BSE Limited	:	544328
Equity Shares	:	National Stock Exchange of India Limited	:	INDOFARM
Equity Shares	:	NSDL / CDSL ISIN No.	:	INE622H01018

The Company has paid the Annual Listing Fee and Annual Custody Fee for the financial year 2025-26 to the Stock Exchanges and Depositories respectively.

**h. Suspension from trading**

No securities of the Company were suspended from trading during the financial year 2024-25.

**i. Category-wise Shareholding as on 31 March 2025 of Equity Shares**

Shareholding Pattern as on 31 March 2025:

S. No.	Description	Total Shares	% Equity
1.	Promoter	27476748	57.18
2.	Promoter Group	5890892	12.26
3.	Alternative Investment Fund	2015181	4.19
4.	Non-Resident Indian	139871	0.29
5.	Qualified Institutional Buyer	856704	1.78
6.	Foreign Portfolio - Cate 1	387848	0.81
7.	Foreign Portfolio - Cate 2	3081	0.01
8.	Resident Individuals	10015010	20.85
9.	Non-Resident Indian Non Repatriable	102491	0.21
10.	Body Corporate	1078626	2.24
11.	Clearing Member	83598	0.17
12.	Trust	1550	0.01
	<b>Total</b>	<b>48051600</b>	<b>100</b>



**j. Top ten equity shareholders of the Company as on 31 March 2025:**

S. No.	Description	Total Shares	% Equity
1.	Ranbir Singh Khadwalia	16826400	35.02
2.	Sunita Saini	10650348	22.16
3.	Futuristic Mining and Construction Solutions LLP	4371960	9.1
4.	Anshul Khadwalia	997332	2.08
5.	Negen Undiscovered Value Fund	954193	1.99
6.	S P Mittal	519960	1.08
8.	Niveshaay Hedgehogs Fund	465129	0.97
7.	Kyoor Healthcare Limited	367200	0.76
9.	Subham Capital Private Limited	325818	0.68
10.	Nabs Vriddhii LLP	250000	0.52

**VII. Outstanding GDRs/ADRs/Warrants or any Convertible Instruments: None**

**VIII. Dematerialisation of shares and liquidity**

As on March 31, 2025, 100% of the Company's equity share capital are held in dematerialised form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The equity shares of the Company are traded compulsorily in the dematerialized segment of all the stock exchanges and are under rolling settlement. Shares held by promoters are all in dematerialized form. The demat security (ISIN) code for the equity share is INE622H01018. None of the securities of the Company are suspended from trading.

**IX. Credit rating**

The credit rating obtained from **Infomerics Valuation and Rating Ltd.**

Ratings, during the year under review, is as under:-

Sr. no	Nature of facility	Credit rating
1.	Long term fund based Facility-Term Loan	IVR A-/Stable (IVR A Minus with Stable Outlook
2.	Long term fund based Facility-OCC/OBDD	IVR A-/Stable (IVR A Minus with Stable Outlook
3.	Short Term Non Fund Based Facility-ILC/FLC	IVR A2+ (IVR A Two Plus
4.	Short Term Non Fund Based Facility-BG	IVR A2+ (IVR A Two Plus
5.	Short Term Non Fund Based Facility- Forward Contract	IVR A2+ (IVR A Two Plus

**X. PLANT LOCATIONS AS ON 31 MARCH 2025:**

EPIP, Phase-II, Baddi , Distt. Solan [H.P.] - 173 205, India

**XI. MATERIAL SUBSIDIARIES**

Details of Material Subsidiaries of the Company, identified as per the criteria prescribed under Regulation 16 and Regulation 24 of the Listing Regulations, for the year ended 31 March 2025 are as follows:

Name of the Material Unlisted Subsidiary Company	Date of Incorporation	Place of Incorporation	Name of Statutory Auditors	Company's Independent Director on the material unlisted Subsidiary
Barota Finance Limited	24.10.2016	Chandigarh	Datta Singla & Co. 30.09.2022	Mr. Brij Kishore Mahindroo

## XII. DISCLOSURES

### a. **Related Party Disclosure:**

During the year under review, other than the transactions disclosed in Note 38 of the financial statements for the year ended March 31, 2025, there were no material related party transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel, their relatives, subsidiaries, associate company, or joint venture.

All related party transactions were in the ordinary course of business and conducted on an arm's length basis, thereby posing no potential conflict with the interests of the Company. These transactions were reviewed and approved by the Audit Committee and, where necessary, placed before the Board for its information.

Further, there were no material individual transactions that fell outside the ordinary course of business or were not on an arm's length basis during the year.

### b. **Disclosure on Materially Significant Related Party Transactions:**

There were no materially significant related party transactions during the year under review that had a potential conflict with the interests of the Company. All transactions with related parties during the financial year were in the ordinary course of business and conducted on an arm's length basis. These transactions were duly reviewed and approved by the Audit Committee and, wherever applicable, by the shareholders in compliance with regulatory requirements.

Further, certain repetitive transactions were approved by the Audit Committee through the omnibus approval route, in line with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### c. **Disclosure on Website**

The Company's Policy on Related Party Transactions is available on its website and can be accessed at: <https://www.indofarm.in/Policy-for-determination-of-materiality-of-related-party-transactions.pdf>

### d. **Disclosure of Accounting Treatment**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016, read with Section 133 of the Companies Act, 2013.

### e. **Disclosure by Senior Management**

The Senior Management has submitted declarations to the Board affirming that during the year under review, there were no material financial or commercial transactions in which they had a personal interest that could have resulted in a potential conflict with the interests of the Company at large.

### f. **CEO/CFO Certification**

In compliance with Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Managing Director (MD) and Chief Financial Officer (CFO) have provided the requisite certification to the Board for the financial year ended March 31, 2025. The said certification forms part of this Report.

### g. **Compliance with Mandatory and Discretionary Requirements**

The Company has complied with all mandatory requirements under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"). The status of compliance with the discretionary requirements, as specified under Part E of Schedule II to SEBI LODR, is as follows:

- **Shareholder Rights:** The Company publishes its quarterly financial results in leading national newspapers and uploads them on its website to ensure easy and timely access for shareholders and other stakeholders.
- **Audit Qualifications:** The Statutory Auditors have issued unmodified opinions on the standalone and consolidated financial statements for the year under review.
- **Reporting of Internal Auditor:** The Internal Auditor functionally reports directly to the Audit Committee.

### h. **Details of Non-Compliance:** There have been no instances of non-compliance with the rules and regulations prescribed by the Stock Exchanges, SEBI, or any other statutory authority relating to capital markets during the last



three financial years. Further, no penalties or strictures were imposed on the Company by any Stock Exchange, SEBI, or other statutory authority on any matter pertaining to capital markets during this period.

i. **Whistle Blower Policy**

The Company has in place a robust Whistle Blower Mechanism and policy – Vigil Mechanism/Whistle Blower Policy governing the same. This mechanism enables Directors, employees, and associates to make protective disclosures about unethical behaviour, actual or suspected fraud, violation of the Company’s Code of Conduct, or suspected leakage of unpublished price sensitive information.

The policy ensures confidentiality and provides direct access to the Chairman of the Audit Committee for raising concerns. It stipulates defined timelines for addressing reported disclosures and assures protection to whistle-blowers from any form of retaliation. No individual has been denied access to the Chairman of the Audit Committee during the year. The Whistle Blower Policy is widely disseminated within the organisation and is also available on the Company’s website at <https://Whistle Blower Policy>

j. **Subsidiary Companies**

The Audit Committee reviews the consolidated financial statements of the Company. The minutes of the board meetings and details of significant transactions of the unlisted subsidiaries are periodically placed before the Board of Directors of the Company. The Company does not have any material unlisted subsidiary as defined under Regulation 16 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”).

The Policy for determining material subsidiaries is available on the Company’s website and can be accessed at: <https://Subsidiaries Policy>

k. **Reconciliation of Share Capital Audit**

A qualified Company Secretary in Practice conducts the Reconciliation of Share Capital Audit to verify that the total issued and listed share capital of the Company is in agreement with the aggregate of shares held in dematerialised form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The audit confirms the accuracy and consistency of the Company’s paid-up capital records.

l. **Compliance with Non-Mandatory Requirements**

Details regarding the Company’s compliance with discretionary requirements are provided under Clause VI of this Report.

m. **Risk Management**

The Risk Management framework of the Company is overseen by the Risk Management Committee (RMC) and the Board of Directors at multiple levels.

The RMC and the Board actively engage in the risk management process and have established a structured review mechanism to monitor and report the progress of key risk mitigation initiatives across the Company’s various business segments.

Risk Registers for each business are updated periodically and presented for discussion at Board meetings. This enables a thorough assessment of the relevance of identified risks and the effectiveness of mitigation measures, ensuring that the Company’s risk management strategies remain robust and adaptive to evolving business environments.

n. **Disclosure on Commodity Price Risks**

The disclosures relating to commodity price risks and hedging activities, as required under SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2018/141 dated November 15, 2018, are not applicable to the Company.

o. **Loans and Advances in the Nature of Loans**

There were no loans or advances in the nature of loans made by the Company to any firms or companies in which the Directors are interested. Details of guarantees and investments covered under Section 186 of the Companies Act, 2013 are provided in the Notes to the Financial Statements.

p. **Utilisation of Funds Raised**

The Company has successfully listed its equity shares on BSE Limited and the National Stock Exchange of India Limited through an Initial Public Offer (IPO) on 7<sup>th</sup> January 2025. The Company affirms that there has been no deviation or variation in the utilisation of proceeds from these listed equity shares.

q. **Certificate from Company Secretary in Practice**

A certificate from a Practising Company Secretary confirming that none of the Directors on the Board have been debarred or disqualified from being appointed or continuing as Directors of companies by SEBI, the Ministry of Corporate Affairs, or any other statutory authority, is annexed to this Report. Additionally, a compliance certificate on Corporate Governance obtained from the Practising Company Secretary is also annexed.

r. **Committee Recommendations**

During the financial year 2024-25, there were no instances where the Board did not accept any recommendations of its Committees.

s. **Fees Paid to Statutory Auditor**

The total fees paid by the Company and its subsidiaries on a consolidated basis to the Statutory Auditors and their network entities during the year are as follows:

Particulars	Amount (₹ in lakh)
Statutory Audit	22.75
Limited Review of Quarterly Results	-
Other Certification Services	-
Reimbursement of levies and expenses	-
Total	22.75

t. **Disclosure on Sexual Harassment Complaints**

In compliance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company received did not receive any complaints during the Financial year 2024-25.

**Report on matter reported under the Prevention of Sexual Harassment at workplace of the Company:**

S. No.	Nature	Complaints Received	Complaints Pending	Complaints Resolved	Total
1.	Prevention of Sexual Harassment (POSH)	Nil	Nil	Nil	Nil

u. **Compliance with Regulation 39(4) of SEBI LODR**

There are no unclaimed shares as of March 31, 2025. Accordingly, the provisions of Regulation 39(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR") are not applicable.

**2. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT**

There have been no instances of non-compliance with any of the requirements of the Corporate Governance Report as prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), except as disclosed under point (h) of this Report.

**3. COMPLIANCE WITH DISCRETIONARY REQUIREMENTS**

The Company has adopted the discretionary requirements as specified under Part E of Schedule II to SEBI LODR. Notably, the financial statements of the Company are unqualified, reflecting adherence to high standards of financial reporting and governance.

**4. DISCLOSURE OF COMPLIANCE WITH SEBI LODR**

The Company confirms compliance with the Corporate Governance requirements specified under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46, and Schedule V - Parts C to F of SEBI LODR.

**5. DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT - NOT APPLICABLE**

**For and on behalf of the Board of Directors  
of Indo Farm Equipment Limited**

**Ranbir Singh Khadwalia**  
Chairman and Managing Director  
DIN: 00062154

**Anshul Khadwalia**  
Whole Time Director  
DIN: 0524334

**Date: 12.08.2025**  
**Place: Chandigarh**

## ANNEXURE I

### DECLARATION BY THE MANAGING DIRECTOR

[Under Para D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To

The Board of Directors  
Indo Farm Equipment Limited  
SCO 859, NAC Manimajra  
Chandigarh-160101

I, Ranbir Singh Khadwalia, Chairman and Managing Director of the Company hereby confirm that all the Board members and Senior Management of the Company have affirmed compliance with '**Code of Conduct for Directors and Senior Management**', for the financial year ended March 31, 2025.

For **INDO FARM EQUIPMENT LIMITED**

Sd/-  
**Ranbir Singh Khadwalia**  
**Chairman and Managing Director**  
**DIN : 0062154**

Place : Chandigarh  
Date : 28-05-2025



## MD / CFO CERTIFICATE

To,

The Board of Directors  
Indo Farm Equipment Limited  
SCO 859, NAC Manimajra,  
Chandigarh-160101

**Subject: Certificate pursuant to Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

We, Ranbir Singh Khadwalia, Chairman & Managing Director and Varun Sharma, Chief Financial Officer of Indo Farm Equipment Limited ('the **Company**'), hereby certify that:

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

For **Indo Farm Equipment Limited**

Sd/-  
**Ranbir Singh Khadwalia**  
**Chairman and Managing Director**  
**DIN - 0062154**

Sd/-  
**Varun Sharma**  
**Chief Financial Officer**

Place : Chandigarh  
Date : 28-05-2025

## CERTIFICATE ON CORPORATE GOVERNANCE

To,  
The Members of  
Indo Farm Equipment Limited

We have examined the compliance of the conditions of Corporate Governance by Indo Farm Equipment Limited ("the Company") for the Financial Year ended 31<sup>st</sup> March, 2025, as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as referred to in Regulation 15 (2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as mentioned in the above mentioned Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as applicable.

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

### Assumptions & Limitation of scope and Review:

1. Compliance of the applicable laws and ensuring the authenticity of documents and information furnished, are the responsibilities of the management of the listed entity.
2. Our responsibility is to certify based upon our examination of relevant documents and information. This is neither an audit nor an expression of opinion.
3. We have not verified the correctness and appropriateness of financial Records and Books of Accounts of the listed entity.
4. This Report is solely for the intended purpose of compliance in terms of Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is neither an assurance as to the future viability of the listed entity nor of the efficacy or effectiveness with which the management has conducted the affairs of the listed entity.

Date: 05.08.2025  
Place: Chandigarh

UDIN: F002191G000933814

For **A. Arora & Co.**  
Company Secretaries

AJAY K. ARORA  
(Proprietor)  
FCS No. 2191  
C P No.: 993  
Peer review Cert No. 2120/2022



## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members of

Indo Farm Equipment Limited  
S.C.O. 859, NAC Kalka Road,  
Manimajra, Chandigarh 160101

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Indo Farm Equipment Limited having CIN: L29219CH1994PLC015132 and having registered office at S.C.O. 859, NAC Kalka Road, Manimajra, Chandigarh 160101 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of the Director	DIN	Date of appointment in the company
1	Mr. Ranbir Singh Khadwalia	00062154	01.07.2003
2	Mr. Anshul Khadwalia	05243344	18.10.2018
3	Mr. Charan Singh Saini	06864826	12.07.2024
4	Mr. Brij Kishore Mahindroo	08472014	14.08.2023
5	Ms. Arshdeep Kaur	08056826	15.06.2022
6	Ms. Babita Dosajh	10312327	12.09.2023

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

Date: 05.08.2025  
Place: Chandigarh

For **A. Arora & Co.**  
Company Secretaries

AJAY K. ARORA  
(Proprietor)  
FCS No. 2191  
C P No.: 993

Peer Review Cert No. 2120/2022  
UDIN: F002191G000933913

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of

**INDO FARM EQUIPMENT LIMITED**

(CIN: L29219CH1994PLC015132)

### **Report on the Standalone Financial Statements**

#### **Opinion**

1. We have audited the accompanying standalone financial statements of **Indo Farm Equipment limited** (the 'Company'), which comprise the standalone Balance Sheet as at 31 March 2025, the standalone Statement of Profit and Loss (including Other Comprehensive Income), standalone Statement of Changes in Equity and standalone statement of cash flows for the year then ended, and notes to standalone financial statement, including summary of the material accounting policies and other explanatory information (herein after referred to as "Standalone Ind AS Financial Statement").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act 2013 ('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, its cash flows and the changes in equity for the year ended on that date.

#### **Basis for Opinion**

3. We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

#### **Other Information**

4. The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and auditor's report thereon. The Company's annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other



information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

#### **Management and Board of Directors Responsibilities for the Standalone Financial Statements**

5. The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the standalone financial statements, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management or Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

#### **Auditors' Responsibility for the Audit of the Financial Statements**

7. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - (i) Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error,

as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
  - (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and Board of Directors.
  - (iv) Conclude on the appropriateness of management and Board of Directors use of the going concern basis of accounting in preparation of Standalone Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - (v) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
9. 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.
10. 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.
11. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current year 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

12. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give report in the **Annexure II**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
13. 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 Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards (IndAs) specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on 31 March 2025, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure I**.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations as on March 31, 2025 on its financial position in its standalone financial statements – Refer Note No. 50 to the standalone financial statements;
    - ii. The Company has made provisions, as required under the law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
    - iii. No amount was required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31st March 2025.
    - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise,

- that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or
  - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall,
- whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or
  - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. No dividend declared or paid during the year by the Company in compliance with section 123 of the Act.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of accounts for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that, audit trail feature is not enabled for certain changes made using privileged/ administrative access rights. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
14. With respect to the matter to be included in the Auditor’s Report under Section 197(16) of the Act:  
In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

**For DEEPAK JINDAL & CO.**  
**Chartered Accountants**  
**Firm Regn. No. 023023N**

**(CA Deepak Jindal)**  
**Partner**  
**M. No. 514745**  
**UDIN: 25514745BMOEWQ6296**

**PLACE: Chandigarh**  
**DATE: 28-05-2025**



**Annexure I Independent Auditor's report on the Internal Financial Controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the 'Act')**

1. We have audited the internal financial controls with reference to Standalone Financial Statements of **Indo Farm Equipment Limited** ("the Company") as of March 31, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's and Board of Directors Responsibilities for Internal Financial Controls**

2. The Company's management and Board of Directors are 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 ("the Guidance Note") 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**

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of financial control with reference to financial statement, and the Guidance Note issued by the ICAI. 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 financial control with reference to financial statement were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the financial control with reference to financial statement and their operating effectiveness. Our audit of financial control with reference to financial statement includes obtaining an understanding of such internal financial control, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 control system with reference to standalone financial statement.

**Meaning of Internal Financial Controls with Reference to Standalone Financial Statements**

6. A Company's financial control with reference to standalone financial statement is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to standalone financial statement 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the standalone financial statements.

**Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

7. Because of the inherent limitations of internal financial control with reference to standalone financial statement, 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 financial control with reference to financial statement to future periods are subject to the risk that the financial control with reference to financial statement may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2025, based on the internal financial 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 (the "Guidance Note").

**For DEEPAK JINDAL & CO.**  
**Chartered Accountants**  
**Firm Regn. No. 023023N**

**(CA Deepak Jindal)**  
**Partner**  
**M. No. 514745**  
**UDIN: 25514745BMOEWQ6296**

**PLACE: Chandigarh**  
**DATE: 28-05-2025**



## ANNEXURE II TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 11 of the Independent Auditor's Report of even date to the members of Indo Farm Equipment Limited on the standalone financial statements for the year ended 31 March 2025

- i. (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of right-of-use assets.
    - B. The company has maintained proper records showing full particulars of Intangible assets.
  - (b) According to the information and explanations given to us, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us, on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.
  - (d) According to the information and explanations given to us, on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
  - (e) According to the information and explanation given to us, and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company as at March 31, 2025 for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventory, except goods-in-transit has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable, and procedures and coverage as followed by management were appropriate. No material discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.
  - (b) According to the information and explanations given to us and on the basis of our examination of the records of the company and external reports, the company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the company with such banks are prima facie in agreement with the books of account of the Company and there is no material discrepancy notes as per our professional Judgement.

- (iii) (a) According to the Information and explanations given to us, the Company has not made investments, provided any guarantee or security or granted any secured loans or secured or unsecured advances in the nature of loans, to companies, firms, limited liability partnerships or any other parties during the year except to the subsidiary company in respect of which the requisite information is below.

(Amount Rs. In lacs)

	Investments	Guarantees	Security	Loans	Advances in nature of loans*
<b>Aggregate amount granted/provided/made during the year</b>					
- Subsidiaries	4,500.00	-	-	-	212.85
<b>Balance outstanding as at balance sheet date in respect of above cases</b>					
- Subsidiaries	6,500.00	15,500.00	15,500.00	499.76	212.85

\* Includes interest net of TDS

- b) According to the Information and explanations given to us, in our opinion the investments made and the terms and conditions of the loans granted/outstanding, guarantee given during the year are, prima facie, not prejudicial to the interest of the Company.
- c) In respect of loans and advances in nature of loans no schedule of repayment had been stipulated.
- d) In respect of loans and advances in nature of loans no amount is overdue.
- e) There were no loans which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties
- f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, in respect of investments made and loans, guarantees and security given by the Company, in our opinion the provisions of Section 185 and 186 of the Companies Act, 2013 (“the Act”) have been complied with.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Act in respect of its manufactured goods and services provided by it and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not



carried out a detailed examination of the records with a view to determine whether these are accurate or complete.

(vii) In respect of statutory dues:

- (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and the records of the Company examined by us. The particulars of statutory dues referred to in sub-clause (a) as at March 31, 2025 which have not been deposited on account of a dispute, are as follows:

Name of the Statute	Nature of Dues	Amount (Rs.in Lacs)	Period to which the amount relates	Forum where dispute is Pending
Income Tax Act, 1961	Income Tax	8.48	Assessment Year 2016-17	Rectification pending u/s 154 with Assessing Officer
Income Tax Act, 1961	Income Tax	3.27	Assessment Year 2018-19	Rectification pending u/s 154 with Assessing Officer
Central Excise Act, 1944	Excise Duty*	-	November 2003 - Jan 2005	Customs Excise and Service Tax Appellate Tribunal

\* Excise cases related to years November 2003-January 2005 was already decided in favour of Company by Commissioner (Appeals), Customs and Central Excise, Chandigarh and the demand was deleted.

However, the department has elected to file appeal against order with Customs Excise and Service Tax Appellate Tribunal (CESTAT).

# Net of amount deposited

The management is hopeful that, same will be decided in favour of company and no material liability will devolve on the company in respect of these matters.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the period.
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender as at the balance sheet date.
- (b) The Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.

- (c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) On an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under the Act.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
- (x) (a) Monies raised during the year by the company by way of initial public offer were applied the purpose for which they were raised, though idle/surplus funds which were not required for immediate utilization have been invested in liquid investments payable on demand.
- (b) In our opinion and according to the information and explanations given to us, the company has utilized funds raised by way of preferential allotment
- (xi) (a) According to the information and explanations given by the management, no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) There are no whistle blower complaints received during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) (a) Based on information and explanations provided to us in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the year under audit.
- (xv) In our opinion and according to the information and explanations given to us the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable.



- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable.
  - (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
  - (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
  - (d) As represented by the management, the Group does not any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016.
- (xvii) The Company has not incurred cash losses in the current year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanation given to us and on the basis of the financial ratios disclosed in Note 55 to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a year of one year from the 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 we neither give any guarantee nor any assurance that all liabilities falling due within a year of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

(xxi) The reporting under Clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

**For DEEPAK JINDAL & CO.**  
**Chartered Accountants**  
**Firm Regn No. 023023N**

**(CA Deepak Jindal)**  
**Partner**

**M. No. 514745**

**UDIN: 25514745BMOEWQ6296**

**PLACE: Chandigarh**

**DATE: 28.05.2025**



## Indo Farm Equipment Limited

### Standalone Balance Sheet as at 31st March 2025

(All amounts in lakhs unless stated otherwise)

Particulars	Note	As at 31st March 2025	As at 31st March 2024
<b>Assets</b>			
<b>Non-current assets</b>			
Property, Plant & Equipment	2(a)	20,647.54	19,624.31
Capital work-in-progress	2(b)	918.19	510.75
Other Intangible assets	3	672.49	496.28
<b>Financial Assets</b>			
Investments	4	6,517.28	2,015.40
Loans	5	499.76	499.76
Other financial assets	6	255.11	208.28
Deferred Tax Assets	7	-	-
Other Assets	8	78.00	1.13
<b>Total Non Current Assets</b>		<b>29,588.37</b>	<b>23,355.92</b>
<b>Current assets</b>			
Inventories	9	17,296.55	16,485.28
<b>Financial assets</b>			
Trade receivables	10	10,775.35	10,438.05
Cash and cash equivalents	11	4,585.07	1,165.54
Bank Balances other than Cash and cash equivalents	11	2,690.40	118.96
Loans	5	275.80	71.16
Income Tax Assets	12	26.73	26.73
Other Assets	8	943.31	710.37
<b>Total Current Assets</b>		<b>36,593.20</b>	<b>29,016.08</b>
<b>Total Assets</b>		<b>66,181.56</b>	<b>52,372.00</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	13	4,805.16	3,755.16
Other Equity		46,738.40	26,453.13
<b>Total Equity</b>		<b>51,543.56</b>	<b>30,208.29</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	1,353.66	2,228.29
Other financial liabilities	15	404.58	354.21
Lease Liability		110.31	145.41
Deferred Tax Liability	7	88.11	335.22
<b>Total Non-current liabilities</b>		<b>1,956.67</b>	<b>3,063.12</b>

Particulars	Note	As at 31st March 2025	As at 31st March 2024
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	8,180.61	14,500.72
<b>Trade payables</b>			
Total outstanding dues of Micro Enterprises and Small Enterprises	17	280.87	838.74
Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	17	2,968.40	2,685.23
Other financial liabilities	15	475.52	414.81
Lease Liability		35.10	17.13
Other current liabilities	18	95.35	93.92
Provisions	16	502.73	393.02
Income tax liabilities (Net)	12	142.74	157.01
<b>Total Current liabilities</b>		<b>12,681.33</b>	<b>19,100.59</b>
<b>Total equity and liabilities</b>		<b>66,181.56</b>	<b>52,372.00</b>
<b>The accompanying notes 1 to 56 are an integral part of these standalone financial statements</b>			

For Indo Farm Equipment Limited  
CIN: L29219CH1994PLC015132

As per our report of even date  
For DEEPAK JINDAL & CO.  
Chartered Accountants  
Firm Regn. No.: 023023N

**R.S. Khadwalia**  
Chairman cum Managing Director  
(DIN:00062154)

**Anshul Khadwalia**  
Director  
(DIN:05243344)

**Varun Sharma**  
Chief Financial Officer  
PAN:FNHPS7649L

**Navpreet Kaur**  
Company Secretary  
PAN:ANMPK5801G

**Deepak Jindal**  
(Partner)  
M. No.: 514745  
UDIN.: 25514745BMOEWQ6296

**Gurvinder Singh Chadha**  
General Manager  
(PAN:AHEPC6779P)

Place: Chandigarh  
Date: 28.05.2025

Place: Chandigarh  
Date: 28.05.2025



**Indo Farm Equipment Limited**  
**Standalone Statement of Profit and Loss for the year ended 31st March 2025**

(All amounts in lakhs unless stated otherwise)

Particulars	Note	Year ended 31st March 2025	Year ended 31st March 2024
<b>INCOME</b>			
Revenue from operations	19	36,676.99	35,246.15
Other income (Net)	20	289.91	101.03
<b>Total A</b>		<b>36,966.90</b>	<b>35,347.17</b>
<b>Expenses</b>			
Raw Material Consumed	21	23,858.06	21,848.46
Changes in Inventories of Finished Goods And Work-In-Progress	22	-1,234.27	223.04
Employee Benefit Expense	23	3,753.36	3,753.88
Finance Cost	24	1,429.50	1,715.69
Depreciation and Amortization	2 & 3	1,076.98	1,025.15
Other Expenses	25	5,589.08	4,640.85
<b>Total B</b>		<b>34,472.71</b>	<b>33,207.06</b>
<b>Profit before tax (A-B)</b>		<b>2,494.19</b>	<b>2,140.11</b>
<b>Tax expense</b>	7		
Current Tax		456.03	388.60
Deferred Tax		-373.64	89.60
MAT utilisation/(recognition)		150.32	307.45
<b>Profit for the year</b>		<b>2,261.48</b>	<b>1,354.46</b>
<b>Other Comprehensive Income</b>	7		
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of defined benefit liability		(0.06)	-0.88
Income tax related to items that will not be reclassified to profit or loss		0.02	0.26
<b>Other Comprehensive Income/(loss) for the year (net of tax)</b>		<b>(0.04)</b>	<b>(0.62)</b>
<b>Total Comprehensive income for the period</b>		<b>2,261.44</b>	<b>1,353.83</b>
<b>Earnings per equity share (Restated) (Refer Note 48)</b>			
Basic (Rs.)		5.48	3.61
Diluted (Rs.)		5.48	3.61
<b>The accompanying notes 1 to 56 are an integral part of these standalone financial statements</b>			

For Indo Farm Equipment Limited  
 CIN: L29219CH1994PLC015132

For DEEPAK JINDAL & CO.  
 Chartered Accountants  
 Firm Regn. No.: 023023N

**R.S. Khadwalia**  
 Chairman cum Managing Director  
 (DIN:00062154)

**Anshul Khadwalia**  
 Director  
 (DIN:05243344)

**Varun Sharma**  
 Chief Financial Officer  
 PAN:FNHPS7649L

**Navpreet Kaur**  
 Company Secretary  
 PAN:ANMPK5801G

**Deepak Jindal**  
 (Partner)  
 M. No.: 514745  
 UDIN.: 25514745BMOEWQ6296

**Gurvinder Singh Chadha**  
 General Manager  
 (PAN:AHEPC6779P)

Place: Chandigarh  
 Date: 28.05.2025

Place: Chandigarh  
 Date: 28.05.2025

**Indo Farm Equipment Limited**  
**Standalone Statement of Cash Flows for the year ended 31st March 2025**  
*(All amounts in lakhs unless stated otherwise)*

PARTICULARS	Year ended 31st March 2025	Year Ended 31st March 2024
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Net profit before Tax & Extra Ordinary Items	2,494.19	2,140.11
Adjustments For:		
Depreciation	1,076.98	1,025.15
Provision for Employees Retirement Benefits	106.33	25.15
Provision for Warranties & Servicing costs	3.33	1.89
Gain on investments through FVTPL	(1.87)	(6.83)
Interest on Lease Liability	16.25	-
Loss/ (Profit) on Sale of Fixed Assets	(0.06)	(0.40)
Interest Income	(210.27)	(65.51)
Interest on Borrowings	1,429.50	1,715.69
Dividend Received	(0.53)	(0.50)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>4,913.85</b>	<b>4,834.75</b>
Adjustments For :		
(Increase)/Decrease in Inventory	(811.28)	(196.75)
(Increase)/Decrease in Trade Receivables	(337.29)	(3,000.56)
Increase/(Decrease) in Loans and Advances	(204.64)	434.28
Increase/ (Decrease) in Other Current Assets	(232.94)	(91.47)
Increase/(Decrease) in Trade payables	(274.69)	131.05
Increase/ (Decrease) in Other current liabilities	112.51	(6.22)
(Increase)/ Decrease in Non Current Assets	(106.91)	342.04
<b>CASH GENERATED FROM OPERATIONS</b>	<b>3,058.61</b>	<b>2,447.13</b>
Taxes Paid (Net)	(470.31)	(345.26)
<b>CASH FLOW BEFORE EXTRA-ORDINARY ITEMS</b>	<b>2,588.30</b>	<b>2,101.87</b>
Extra-Ordinary Items	-	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>2,588.30</b>	<b>2,101.87</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Purchase of Fixed Assets	(2,684.10)	(911.64)
Interest Received	210.27	65.51
Dividend Received	0.53	0.50
Sale of Fixed Assets	0.31	643.45
Sale/(Purchase) of Investments	(4,500.00)	(0.00)
Fixed Deposits Matured/ (Placed)	(2,611.99)	(11.53)
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(9,584.98)</b>	<b>(213.70)</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Proceeds/(Repayment) from Term Loans from Banks	(1,125.64)	(1,715.50)
Proceeds/(Repayment) from Working Capital Limits from Banks	(7,569.09)	1,395.88
Proceeds/(Repayment) from Lease Liability	(33.39)	162.54
Proceeds/(Repayment) from Unsecured Loans	1,500.00	-
Net Proceeds from Issue of Share Capital	20,895.00	-
Share Issue Expenses	(1,821.16)	-
Interest Paid	(1,429.50)	(1,715.69)
Share application money received /(adjusted) towards allotment	-	1,110.00
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES (C)</b>	<b>10,416.21</b>	<b>(762.77)</b>



PARTICULARS	Year ended 31st March 2025	Year Ended 31st March 2024
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>3,419.53</b>	<b>1,125.40</b>
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,165.54	40.14
<b>CASH &amp; CASH EQUIVALENTS AT THE CLOSE OF THE YEAR</b>	<b>4,585.07</b>	<b>1,165.54</b>

**Note:**

- The above Cash Flow Statement has been prepared under the "indirect method" as set out in 'Indian Accounting Standard (IND AS) 7 - Statement of Cash Flows'

The accompanying notes 1 to 56 are an integral part of these standalone financial statements

For Indo Farm Equipment Limited

CIN: L29219CH1994PLC015132

For DEEPAK JINDAL & CO.

Chartered Accountants

Firm Regn. No.: 023023N

**R.S. Khadwalia**

Chairman cum Managing Director  
(DIN:00062154)

**Anshul Khadwalia**

Director  
(DIN:05243344)

**Varun Sharma**

Chief Financial Officer  
PAN:FNHPS7649L

**Navpreet Kaur**

Company Secretary  
PAN:ANMPK5801G

**Deepak Jindal**

(Partner)  
M. No.: 514745  
UDIN.: 25514745BMOEWQ6296

**Gurvinder Singh Chadha**

General Manager  
(PAN:AHEPC6779P)

Place: Chandigarh

Date: 28.05.2025

Place: Chandigarh

Date: 28.05.2025

(Rs. In Lakhs)

		(Rs. In Lakhs)		
Balance as at April 1, 2024	Changes in Equity Share Capital Due to Prior Period Errors	Restated Balance as at April,1 2024	Changes in Equity Share Capital during the year 2024-25	Balance as at March 31,2025
3,755.16	-	3,755.16	1,050.00	4,805.16
Balance as at April 1, 2023	Changes in Equity Share Capital Due to Prior Period Errors	Restated Balance as at April,1 2023	Changes in Equity Share Capital during the year 2023-24	Balance as at March 31, 2024
1,877.58	-	1,877.58	1,877.58	3,755.16

B. Other Equity						(Rs. In Lakhs)
Particulars	Other Equity				Total Other Equity	
	Share Application Money	Security Premium	General Reserves	Retained Earnings		
<b>Balance as at April 1, 2024</b>	<b>1,110.00</b>	-	<b>3,968.81</b>	<b>21,374.32</b>	<b>26,453.13</b>	
<b>Changes in other equity for the period ending March 2025</b>						
Bonus Issue of Shares	-	-	-	-	-	
Profit for the period year	-	-	-	2,261.48	2,261.48	
Other Comprehensive Income	-	-	-	(0.04)	(0.04)	
Share Premium		20,955.00			20,955.00	
Share Application Money received pending for allotment	-1,110.00	-	-	-	(1,110.00)	
Share Issue Expenses		-1,821.16			(1,821.16)	
<b>Balance as at March 31,2025</b>	<b>-</b>	<b>19,133.84</b>	<b>3,968.81</b>	<b>23,635.76</b>	<b>46,738.40</b>	
Particulars	Other Equity				Total Other Equity	
	Share Application Money	Security Premium	General Reserves	Retained Earnings		
<b>Balance as at April 1, 2023</b>	-	-	<b>5,846.39</b>	<b>20,020.48</b>	<b>25,866.88</b>	
<b>Changes in other equity for the year ended March 31, 2024</b>						
Bonus Issue of Shares	-	-	(1,877.58)	-	(1,877.58)	
Profit for the period	-	-	-	1,354.46	1,354.46	
Other Comprehensive Income				(0.62)	(0.62)	
Share Application Money received pending for allotment	1,110.00				1,110.00	
<b>Balance as at March 31, 2024</b>	<b>1,110.00</b>	<b>-</b>	<b>3,968.81</b>	<b>21,374.32</b>	<b>26,453.13</b>	

**C. Description of the nature and purpose of other Equity:**

- (i) **Securities Premium:** Securities premium reserve is used to record the premium on issue of shares. This has been further used to issue bonus shares to the existing shareholders of the Company and towards expenses incurred for the purpose of Issue of Shares pursuant to Pre-IPO Placement.
- (ii) **General reserve:** General Reserve Comprises of transfer of profits from retained earnings for appropriation purposes. The reserve can be distributed/ utilised by the Company in accordance with the Companies Act.
- (iii) **Retained Earnings:** Retained Earnings comprise of accumulated balance of profits/ (losses) of current and prior years including transfers made to/ from other reserves from time to time. The reserve can be utilized or distributed by the Company in accordance with the provisions of the Companies Act, 2013.
- (iv) **Share Application Money:** Pursuant to the Pre IPO placement, the company has allotted 19 Lacs equity shares to certain investors at issue price of Rs. 185 per equity share till June 2024. The company has received Rs 1110.00 Lakhs from investors and the same has classified into other equity as share application money pending allotment. As on March 31, 2024 the proceeds of Rs 1110.00 Lakhs were lying in the special account. Further, it was used towards the allotment of equity shares.



## Indo Farm Equipment Limited

CIN: L29219CH1994PLC015132

### 1. Overview and Notes to the Standalone Financial Statements

#### 1.1 Company Overview

Indo Farm Equipment Limited (the company) is a public limited company incorporated under the provisions of the Companies Act, 1956 on 5<sup>th</sup> October 1994 and commenced its operations of manufacture of Tractor and its components in the year 2000.

#### 1.2 Basis of Preparation of Financial Statements

##### i) Statement of Compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended notified under Section 133 of Companies Act, 2013, ("the Act") and other relevant provisions of the Act. All the amounts included in the financial statements are reported in lakhs of Indian Rs. and are rounded off to two decimals, except per share data.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The material accounting policies information used in preparation of audited standalone financial statements have been discussed in the respective notes.

The financial statements were approved by the company's Board of Directors and authorized for issue on 28<sup>th</sup> May 2025.

##### ii) Use of estimates and judgements

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognized in the year in which the estimate is revised and future years affected.

Key sources of estimation uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of useful lives of property, plant and equipment, intangible assets, provision for product warranties, fair value of financial assets/liabilities and impairment of investments.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumption in these financial statements have been disclosed in Note – 1.3 below.

##### iii) Measurement of Fair Values

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

----Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

----Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

### **1.3 Critical Accounting Estimates and Judgements**

#### **i) Revenue Recognition**

Revenue is recognized to the extent that it can be reliably measured and is probable that the economic benefits will flow to the Company.

##### **a) Sale of Goods:**

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of sales returns and sales tax but including export benefits accruing on export sales.

Revenue is also recognised for goods sold but not dispatched, where the property in such goods is transferred from the seller to the buyers and where dispatches could not be made on account of practical difficulties at the buyers' end.

##### **b) Interest:**

Interest is recognized on a time proportion basis taking into account the amount of underlying outstanding and the rate applicable.

##### **c) Dividends:**

Dividend from investments is recognized in the Profit and Loss Account when the right to receive payment is established.

##### **d) Export Benefits:**

Export benefits and other benefits are accounted for on accrual basis.

#### **ii) Useful lives of property, plant and equipment and intangible assets**

The Company reviews the useful lives of property, plant and equipment and intangible assets at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods.

#### **iii) Provision for product warranties**

The Company recognises provision for warranties in respect of the products that it sells. Provisions are discounted, where necessary, to its present value based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

#### **iv) Fair value of financial assets and liabilities and investments**

The Company measures certain financial assets and liabilities on fair value basis at each balance sheet date or at the time they are assessed for impairment. Fair value measurement that are based on significant unobservable inputs (Level 3) requires estimates of operating margin, discount rate, future growth rate, terminal values, etc. based on management's best estimate about future developments.



v) **Defined Benefits and other long term benefits**

The cost of the defined benefit plans such as gratuity and leave encashment are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account inflation, seniority, promotion and other relevant factors on long-term basis.

vi) **Income Taxes**

**Current Tax**

Current tax is determined as the amount of tax payable in respect of taxable income for the year. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

**Deferred tax**

Deferred tax is the effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are reviewed at each balance sheet date and recognized/derecognized only to the extent that there is reasonable/virtual certainty, depending on the nature of the timing differences, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**Minimum Alternate Tax (MAT)**

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the period in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of profit and loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent it is not reasonably certain that the Company will pay normal income tax during the specified period.

**Current and Deferred Tax for the Year**

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

vii) **Leases**

As a Lessee

The Company accounts for assets taken under lease arrangement in the following manner:

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the present value of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received.

The right-of-use asset is included within the same line item as that within which the corresponding underlying asset would be presented if they were owned. The right-of-use asset is disclosed under the Leasehold Land in the balance sheet. The right of use asset is subsequently depreciated using the straight-line method from the commencement date to the end of committed lease term. The estimated useful lives of right-of-use are determined as lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate. Lease payments included in the measurement of the lease liability comprise the fixed payments, including in substance fixed payments. The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

#### **Short-term leases and leases of low-value assets**

The Company has elected not to recognise right-of use assets and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low value assets. The Company recognises the lease payments associated with these leases as an expense on a straight- line basis over the lease term.



## Indo Farm Equipment Limited

### Notes to the Standalone Financial Statements for the year ended 31st March 2025

(All amounts in lakhs unless stated otherwise)

#### Note - 2(a) "Property, Plant & Equipment"

Particulars	Gross block			Accumulated depreciation and amortisation				Net block		
	As at 01-04- 2024	Additions	Sales / Deletion	As at 31-03- 2025	As at 01-04-2024	For the year	Sales/ Adjus- tments	As at 31-03- 2025	As at 31-03- 2025	As at 31-03- 2024
<b>Tangible assets#</b>										
Laesehold land###	7,120.43	-	-	7,120.43	8.21	2.68	-	10.89	7,109.54	7,112.21
Land	1,052.17	-	-	1,052.17	-	-	-	-	1,052.17	1,052.17
Buildings	4,129.93	-	-	4,129.93	1,513.68	74.46	-	1,588.14	2,541.79	2,616.24
Plant & Machinery	14,065.91	1,430.20	-	15,496.11	5,640.02	709.24	-	6,349.26	9,146.85	8,425.88
Furniture & Fixture	307.71	1.03	-	308.74	238.20	5.82	-	244.02	64.73	69.51
Computer Equipments	340.89	9.22	-	350.11	312.76	4.60	-	317.36	32.74	28.12
Vehicles	1,088.83	470.76	5.00	1,554.60	813.28	90.31	4.75	898.84	655.76	275.55
Office Equipments	197.59	5.23	-	202.82	152.98	5.88	-	158.85	43.97	44.62
<b>Total</b>	<b>28,303.45</b>	<b>1,916.44</b>	<b>5.00</b>	<b>30,214.90</b>	<b>8,679.14</b>	<b>892.97</b>	<b>4.75</b>	<b>9,567.36</b>	<b>20,647.54</b>	<b>19,624.31</b>
Previous Year	28,087.86	1,117.38	901.79	28,303.45	8,102.94	834.94	258.75	8,679.14	19,624.31	19,984.92

Note - 2(b) "CWIP"		
Particulars	As at 31st March 2025	As at 31st March 2024
<b>Opening Gross Carrying Value</b>	<b>510.75</b>	<b>805.74</b>
Add: Additions during the year	913.32	510.75
Less: Capitalization during the year	-505.88	805.74
<b>Closing Gross Block#</b>	<b>918.19</b>	<b>2,122.23</b>

#### #CWIP:

- For details of PPE and ageing of CWIP, refer Note 28
- The above schedule is not related to the object of issue.

#### ### Leasehold land:

- The leasehold land represents land taken on lease for 95 years
- The Company does not have any immovable property whose title deeds are not held in the name of the Company except those held under lease arrangements for which lease agreements are duly executed in the favour of the Company.

## Notes to the Standalone Financial Statements for the year ended 31st March 2025

(All amounts in lakhs unless stated otherwise)

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note - 3 "Other Intangible Assets"</b>		
<b>Technical Know How:</b>		
<b>Opening Gross Carrying Value</b>	<b>1,275.88</b>	<b>1,186.63</b>
Additions during the year	360.22	89.24
Deletions during the year	-	-
<b>Closing Gross Block<sup>#</sup></b>	<b>1,636.09</b>	<b>1,275.88</b>
<b>Opening Accumulated amortization</b>	779.59	589.39
Amortization during the year	184.01	190.21
<b>Closing Accumulated amortization</b>	<b>963.61</b>	<b>779.59</b>
<b>Net Carrying value as of March 31, 2025</b>	<b>672.49</b>	<b>496.28</b>
<sup>#</sup> For nature and ageing of Intangible assets, refer Note 29		
<b>Note - 4 "Non Current Investments"</b>		
<b>Investment in Equity Instruments</b>		
<b>UNQUOTED</b>		
<b>(AT COST)</b>		
<b>In Subsidiary Companies</b>		
3,80,00,000 (Previous Year 2,00,00,000) Equity Shares of Rs. 10/- Each Fully Paid in Barota Finance Limited	6,500.00	2,000.00
<b>In Others</b>		
18,000 equity shares of Rs 10/- each fully paid-up in Shivalik Solid Waste Management Limited (Previous Year Rs. 1.80 lacs)	1.80	1.80
	<b>6,501.80</b>	<b>2,001.80</b>
<b>QUOTED</b>		
<b>(Designated and Carried at FVTPL)</b>		
<b>In Others</b>		
5000 equity shares of Rs 2/- each fully paid-up in Canara Bank (Market Value as on March 31, 2025: Rs. 89.02 per share)	4.45	5.81
1000 equity shares of Rs 10/- each fully paid-up in Max Estates Limited. (Market Value as on March 31, 2025: Rs. 389.35 per share)	3.89	2.75
100 equity shares of Rs 10/- each fully paid-up in MCX India Limited (Market Value as on March 31, 2025: Rs. 5310.80 per share)	5.31	3.35
200 equity shares of Rs 10/- each fully paid-up in Jindal Steels & Power Limited. (Market Value as on March 31, 2025: Rs. 912.05 per share)	1.82	1.70
	<b>15.48</b>	<b>13.60</b>
<b>Total</b>	<b>6,517.28</b>	<b>2,015.40</b>



Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Note - 5 "Loans"</b>				
<b><u>Unsecured and Considered Good:</u></b> <b>Loans to Related Parties:</b>				
Advances to Subsidiary	499.76	499.76	212.85	-
<b>Other Loans:</b>				
Loans & Advances to Staff	-	-	62.95	71.16
	<b>499.76</b>	<b>499.76</b>	<b>275.80</b>	<b>71.16</b>
<b>Note - 6 "Other Financial Assets"</b>				
Security Deposits	117.56	111.28	-	-
Balances with Revenue Authorities	-	-	-	-
Bank Deposits with more than 12 Months Maturity	137.56	97.00	-	-
	<b>255.11</b>	<b>208.28</b>	-	-

<b>NOTE - 7 "Income Taxes"</b>				
<b>Deferred Tax (Assets)/Liabilities</b>				<b>(Rs. in Lakhs)</b>
<b>Particulars</b>	<b>As At April 1, 2024</b>	<b>Charge/ (Credit) to Profit or Loss</b>	<b>Charge/ (Credit) to OCI</b>	<b>As At March 31, 2025</b>
<b>Tax Effect of items resulting in taxable temporary differences</b>				
Allowances on Property, Plant and Equipment and Intangible Assets	1,378.42	82.91	-	1,461.33
Others	3.16	0.55	-	3.71
<b>Tax effect of items resulting in deductible temporary differences</b>				
Provision for Employee Benefits	(83.69)	(30.98)	(0.02)	(114.69)
Carry Forward of Losses	(0.00)	-	-	(0.00)
Others Expenses and Provisions	(216.30)	(426.12)	-	(642.42)
<b>Deferred Tax (Assets)/Liabilities (Net)</b>	<b>1,081.59</b>	<b>(373.64)</b>	<b>(0.02)</b>	<b>707.93</b>
<b>Minimum Alternate Tax Credit</b>	<b>(746.37)</b>	<b>150.32</b>	<b>-</b>	<b>(619.82)</b>
<b>Net Deferred Tax (Assets)/Liabilities</b>	<b>335.22</b>	<b>(223.32)</b>	<b>(0.02)</b>	<b>88.11</b>
<b>"Deferred Tax (Assets)/Liabilities (Net)"</b>				<b>(Rs. In Lakhs)</b>
<b>Particulars</b>	<b>As At April 1, 2023</b>	<b>Charge/ (Credit) to Profit or Loss</b>	<b>Charge/ (Credit) to OCI</b>	<b>As At March 31, 2024</b>
<b>Tax Effect of items resulting in taxable temporary differences</b>				
Allowances on Property, Plant and Equipment and Intangible Assets	1,278.43	99.99	-	1,378.42
Others	1.17	1.99	-	3.16
<b>Tax effect of items resulting in deductible temporary differences</b>				
Provision for Employee Benefits	(76.11)	(7.32)	(0.26)	(83.69)
Carry Forward of Losses	(0.00)	-	-	(0.00)
Others Expenses and Provisions	(211.24)	(5.05)	-	(216.30)
<b>Total Deferred Tax (Assets)/Liabilities (Net)</b>	<b>992.25</b>	<b>89.60</b>	<b>(0.26)</b>	<b>1,081.59</b>
<b>Minimum Alternate Tax Credit</b>	<b>(1,053.82)</b>	<b>307.45</b>	<b>-</b>	<b>(746.37)</b>
<b>Net Deferred Tax (Assets)/ Liabilities</b>	<b>(61.57)</b>	<b>397.05</b>	<b>(0.26)</b>	<b>335.22</b>
<b>Tax Expenses:</b>				<b>(Rs. In Lakhs)</b>
<b>Particulars</b>	<b>As At March 31, 2025</b>		<b>As At March 31, 2024</b>	
<b>Current Tax:</b>				
In Respect of Current Year	449.31		373.92	
In Respect of Prior Years	6.73		14.68	
<b>Total (A)</b>	<b>456.03</b>		<b>388.60</b>	
<b>Minimum Alternate Tax Credit:</b>				
Utilisation/(recognition) of Minimum Alternate Tax Credit	150.32		307.45	
<b>Total (B)</b>	<b>150.32</b>		<b>307.45</b>	
<b>Deferred Tax :</b>				
In respect of current year origination and reversal of Temporary Differences	(373.66)		89.34	
In Respect of Prior Year				
<b>Total (C)</b>	<b>(373.66)</b>		<b>89.34</b>	
<b>Total Income Tax recognised in Profit or Loss</b>	<b>232.70</b>		<b>785.40</b>	
<b>Amount of tax recognised in Other Comprehensive Income</b>				



Particulars	For the Period ending March 31,2025		
	Before Tax	Tax benefit	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit liability (asset)	(0.06)	0.02	(0.04)
	<b>(0.06)</b>	<b>0.02</b>	<b>(0.04)</b>
Particulars	For the year ended March 31,2024		
	Before Tax	Tax benefit	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit liability (asset)	(0.88)	0.26	(0.62)
	<b>(0.88)</b>	<b>0.26</b>	<b>(0.62)</b>

Note - 8 "Other Assets"				
Particulars	Non Current		Current	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Balance with revenue authorities			674.81	172.50
Capital Advances	78.00	1.13	-	-
Prepaid Expenses	-	-	53.44	334.21
Others	-	-	215.06	203.67
	<b>78.00</b>	<b>1.13</b>	<b>943.31</b>	<b>710.37</b>

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note - 9 "Inventory"</b>		
<b>(As Certified by The Management)</b>		
Raw Material	7,946.93	8,369.93
Work In Progress	4,477.03	4,768.12
Finished Goods	4,872.59	3,347.23
	<b>17,296.55</b>	<b>16,485.28</b>
<b>Note - 10 "Trade Receivables"</b>		
Unsecured, considered good <sup>#</sup>	10,775.35	10,438.05
Credit Impaired	684.35	684.35
	11,459.70	11,122.41
Less: Loss Allowance <sup>##</sup>	684.35	684.35
	<b>10,775.35</b>	<b>10,438.05</b>
<sup>#</sup> For ageing of trade receivables, refer Note 35		
<sup>##</sup> For movement in allowance for impairment of trade receivable, refer Note (33-c(i))		

<b>Note-11 "Cash &amp; Cash Equivalents and Bank Balances"</b>		
<b>a) Cash and Cash Equivalents</b>		
Balance with Banks	973.69	1,136.25
Fixed Deposits with original maturity less than 3 months	3,604.28	23.31
Cash In Hand (Incl Staff Imprest)	7.09	5.98
	<b>4,585.07</b>	<b>1,165.54</b>
<b>b) Bank Balances other than Cash and Cash Equivalents</b>		
Fixed Deposited with Original maturity for 3 to 12 Months	2,690.40	118.96
	<b>2,690.40</b>	<b>118.96</b>

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note-12 "Income Tax Assets/Liabilities"</b>		
<b>Current Tax Liability</b>		
Provision of Income Tax (Net of Advance Tax, TDS and TCS)	<b>142.74</b>	<b>157.01</b>
<b>Income Tax Asset</b>		
<b>Opening Balance</b>	26.73	21.68
Less: Current Tax Payable for the year	-	-
Add: Taxes paid	-	5.04
Less: Taxes Relating to Prior Years/Refund Adjusted/Received	-	-
<b>Closing Balance</b>	<b>26.73</b>	<b>26.73</b>

Particulars	No. of shares	Amount in lakhs
<b>Note - 13 "Share Capital"</b>		
<b>Authorised</b>		
Equity Shares of Rs. 10 each	5,00,00,000	5,000.00
<b>Issued, Subscribed and Paid up:</b>		
<b>Number of shares as at April 01, 2024</b>	3,75,51,600	3,755.16
Add: Issue of Equity Shares pursuant to Fresh Issue	1,05,00,000	1,050.00
<b>Number of shares as at March 31, 2025<sup>#</sup></b>	<b>4,80,51,600</b>	<b>4,805.16</b>
<b>Number of shares as at April 01, 2023</b>	1,87,75,800	1,877.58
Add: Issue of bonus shares	1,87,75,800	1,877.58
<b>Number of shares as at March 31, 2024<sup>#</sup></b>	<b>3,75,51,600</b>	<b>3,755.16</b>
# For reconciliation of share capital and details of shareholding, refer Note 38		



Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Borrowings</b>				
<b>Secured</b>				
<b>Term Loans</b>				
---From Banks	971.99	2,013.02	1,041.10	1,260.65
<b>Working Capital Loans</b>				
---From Banks	-	-	5,441.37	13,010.46
<b>Vehicle Loans</b>				
---From Banks	381.67	104.08	86.92	51.10
<b>Unsecured</b>				
<b>Other Loans</b>				
---From Banks	-	111.19	111.23	178.51
---Inter Corporate Deposits	-	-	-	-
---From Directors/firm/ Companies in which directors are interested	-	-	1,500.00	-
*For details of security and maturity profile, refer note 39	<b>1,353.66</b>	<b>2,228.29</b>	<b>8,180.61</b>	<b>14,500.72</b>
Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Note - 15 "Other Financial Liabilities"</b>				
Security from Customers	404.58	354.21	-	-
Other Payables	-	-	475.52	414.81
	<b>404.58</b>	<b>354.21</b>	<b>475.52</b>	<b>414.81</b>

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note - 16 "Provisions"</b>		
<b>Non Current</b>	-	-
<b>Current</b>		
Provision for Warranties & Servicing costs	108.95	105.62
Provision for Employee Retirement Benefits <sup>#</sup>	393.78	287.40
	502.73	393.02
<b>Total Provisions</b>	<b>502.73</b>	<b>393.02</b>
<sup>#</sup> For valuation of Employee benefit plans, refer Note 40		

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note - 17 "Trade Payables"</b>		
Total outstanding dues of Micro Enterprises and Small Enterprises <sup>#</sup>	280.87	838.74
Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises <sup>#</sup>	2,968.40	2,685.23
	<b>3,249.28</b>	<b>3,523.97</b>
<sup>#</sup> For details of MSMEs and ageing of trade payables, refer Note 42		
<b>Note - 18 "Other Current Liabilities"</b>		
Statutory Dues Payable	95.35	93.92
	<b>95.35</b>	<b>93.92</b>



Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note - 19 "Revenue from Operations"</b>		
<b>Revenue from Contracts with Customers#</b>		
<b>----Sale of Manufactured Products</b>		
Export	2,569.22	1,901.88
Domestic	34,046.27	33,289.85
Interunit Sales		-0.00
<b>---- Other Operating Revenues</b>		
Export Incentives	61.50	54.42
	<b>36,676.99</b>	<b>35,246.15</b>
#Refer Note 44 (Segment Information) for revenue disaggregation as per nature of products		
<b>Note - 20 "Other income"</b>		
Interest	210.27	65.51
Dividend From Investments	0.53	0.50
Profit on Sale of Fixed Assets	0.06	0.40
Gain on Investments carried at Fair value through Profit or Loss	1.87	6.83
Gain from Foreign exchange transaction	39.56	-
Miscellaneous income	2.30	0.66
Rent Received	35.32	27.12
	<b>289.91</b>	<b>101.03</b>
<b>Note - 21 "Raw Material Consumed"</b>		
Opening stock	8,369.93	7,950.14
Add : Purchases during the year	23,435.07	22,268.25
Interunit Purchases	-	-
	31,804.99	30,218.39
Less : Closing stock	7,946.93	8,369.93
	<b>23,858.06</b>	<b>21,848.46</b>
<b>Note - 22 "Changes in Inventories of Finished Goods And Work-In-Progress"</b>		
<b>Inventory (At Close)</b>		
Finished Goods	4,872.59	3,347.23
Work in Process	4,477.03	4,768.12
	<b>9,349.62</b>	<b>8,115.35</b>
<b>Inventory (At Commencement)</b>		
Finished Goods	3,347.23	3,751.89
Work in Process	4,768.12	4,586.50
	<b>8,115.35</b>	<b>8,338.39</b>
<b>Change in Inventories</b>	<b>1,234.27</b>	<b>-223.04</b>

Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note - 23 "Employee benefits expense"</b>		
Salaries & Wages	3,383.35	3,481.04
Contribution to Provident and Other Funds	145.76	132.55
Staff Welfare	102.31	97.65
Gratuity & Leave Encashment	121.95	42.64
	<b>3,753.36</b>	<b>3,753.88</b>
<b>Note - 24 "Finance costs"</b>		
Interest expenses	1,200.34	1,575.48
Other Borrowing Cost	212.91	122.39
Interest on Lease Liability	16.25	17.81
	<b>1,429.50</b>	<b>1,715.69</b>
<b>Note - 25 "Other expenses"</b>		
<b>Manufacturing Expenses :</b>		
Power, Fuel & Electricity Expenses	613.59	614.71
Job Work Charges	281.10	155.67
<b>Total - "A"</b>	<b>894.69</b>	<b>770.38</b>
<b>Administrative Expenses :</b>		
Audit Fees (Refer Note 46)	22.75	30.63
Misc. Expenses	30.53	34.48
Insurance	64.80	70.08
Legal & Professional Charges	89.35	106.51
Printing & Stationery	3.60	4.38
Rate, Fee & Tax	50.35	31.00
Rent	63.36	60.47
<b>Repairs</b>		
-Building	37.58	25.95
-Plant & Machinery	2.62	2.71
-Others	21.89	20.31
R&D Expenses	106.90	52.90
Vehicle Running & Maintenance	67.29	57.67
Telephone & Communications	44.20	41.89
<b>Travelling &amp; Conveyance Expenses</b>		
-Director	66.52	58.07
-Others	527.09	421.55
CSR Expenses (Refer Note 47)	34.69	26.90
Fine & Penalty	0.06	-
Foreign Exchange Fluctuation	-	11.85
<b>Total - "B"</b>	<b>1,233.59</b>	<b>1,057.32</b>



Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Selling Expenses :</b>		
Advertisement Expenses	45.79	50.02
Business promotion	415.54	444.33
Commission	74.88	97.94
Rebate Discount & Incentives	1,922.29	1,485.39
Freight & Cartage on Sale	950.66	682.13
After sale service expenses	51.64	53.34
<b>Total - "C"</b>	<b>3,460.80</b>	<b>2,813.15</b>
<b>Grand Total ("A" + "B" + "C")</b>	<b>5,589.08</b>	<b>4,640.85</b>

## 26. CASH FLOW STATEMENT

### Accounting Policies

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

## 27. PROPERTY, PLANT AND EQUIPMENT

Leasehold as shown under Property Plant & Equipment comprises of lands situated at Export Promotion Industrial Park, Phase-II, Baddi where in current manufacturing facilities of company are in operations and land situated near Bhud Barrier Baddi which will be used for setting up of anchor unit for setting up of new crane pant.

Leasehold land allotted by Industrial Area Development Agency at Baddi, Himachal Pradesh is amortized only on the cost of lease paid by Company on Straight Line Basis. The management is hopeful that it may sell such land in future whereby the Company as per terms of lease agreement will be entitled to its portion of Fair Value in the said land which has been recognised as an asset above at Fair value.

In addition to above the company has been allotted an additional parcel of land measuring 30 acers by government of Himachal Pradesh. It is situated at Kirpalpur Nalagarh and will be used for development of Auto Park for manufacture of auto components. Company has paid advance of Rs 1.13 Lacs on signing of agreement to lease for this land. Since lease deed is yet to be executed, company has shown this capital advance under the head Capital Advance in Note 11.

### Accounting Policies

#### a) Recognition and measurement

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and other non-refundable taxes or levies, freight, any directly attributable cost of bringing the asset to its working condition for its intended use and estimated cost of dismantling and restoring onsite; any trade discounts and rebates are deducted in arriving at the purchase price.

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

The carrying amount of any component accounted for as a separate asset is de-recognized when replaced.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Advances paid towards acquisition of property, plant and equipment outstanding at each Balance Sheet date are shown under other non-current assets and cost of assets not ready for intended use before the year end, are shown as capital work-in-progress.

In the case of leasehold land, any unearned increase not attributable to the lessor and on which Company has right to sell is recognized as own asset and hence the same was not amortized. Any unearned increase not attributable to lessor when the asset is sold is valued at Fair Value and no amortization is provided on the same.

#### b) Subsequent Expenditure

Subsequent expenditure is recognised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably.

#### c) Depreciation

Depreciation is provided on straight line basis on the original cost/ acquisition cost of assets or other amounts substituted for cost of property, plant and equipment as per the useful life specified in Part 'C' of Schedule II of the Act, read with notification dated August 29, 2014 of the Ministry of Corporate Affairs, except for certain



classes of property, plant and equipment which are depreciated based on the internal technical assessment of the management.

Depreciation on property, plant and equipment is provided on straight line basis using the lives as mentioned below.

Asset Class	Management’s estimate of useful life (years)	Useful life as per Schedule II to the Companies Act, 2013 (years)
Leasehold land <sup>#</sup>	Over lease period	-
Plant and machinery	15-40 as the case may be	12-30
Building	60	10-60
Computers	3	3-6
Furniture and fittings	10	10
Office equipment	15	5
Vehicles	8	8-10

<sup>#</sup> only leasehold cost

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions/(disposals) is provided on a pro-rata basis i.e., from/ (upto) the date on which asset is ready or use/ (disposed off).

Depreciation on leasehold land is provided over the lease period and only on leasehold cost paid by the Company. Any unearned increase not attributable to lessor when the asset is sold is valued at Fair Value and no amortization is provided on the same.

**d) Capital advances**

Advances paid towards the acquisition of property, plant and equipment, outstanding at each balance sheet date is classified as capital advances under “other non-current assets”

**e) De-recognition**

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Standalone Statement of Profit and Loss when the asset is de-recognized.

**28. CAPITAL WORK-IN-PROGRESS**

Movement in Capital work-in-progress:

(Rs. in lacs)

Particulars	As at April 1, 2023	Additions during the year	Capitalised during the year	As at March 31, 2024	Additions during the year	Capitalised during the year	As at March 31, 2025
Capital work-in-progress	805.74	510.75	805.74	510.75	913.32	505.88	918.19

Ageing schedule of capital work-in-progress for the year ended **March 31, 2025**

(Rs. In Lacs)

Particulars	Amount in CWIP for a period of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
CWIP	913.32	4.87	-	-	<b>918.19</b>

Ageing schedule of capital work-in-progress for the year ended **March 31, 2024**

(Rs. In Lacs)

Particulars	Amount in CWIP for a period of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
CWIP	510.75	-	-	-	<b>510.75</b>

#### Accounting Policies

Cost of property, plant and equipment not ready for use as at the reporting date are disclosed as capital work-in-progress. Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

## 29. OTHER INTANGIBLE ASSETS

### Nature of Intangible Assets

The company's intangible assets are in the nature of product development costs incurred on development of New Models of Tractors in compliance with TREM IV and BS V Emission norms for tractors, and development of enhanced capacity new generation cranes.

Ageing schedule for the year ended March 31, 2025

(Rs. In Lacs)

Particulars	Amount in Intangible Assets for a year of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
Intangible Assets	360.22	71.40	135.53	105.34	<b>672.49</b>

Ageing schedule for the year ended March 31, 2024

(Rs. In Lacs)

Particulars	Amount in Intangible Assets for a year of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
Intangible Assets	89.24	180.71	189.66	36.67	<b>496.28</b>

#### Accounting Policies

##### a) Recognition and measurement

Intangible assets that are acquired are recognised only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and the cost of assets can be measured reliably. The intangible assets are recorded at cost of acquisition including incidental costs related to acquisition and are carried at cost less accumulated amortisation and impairment losses, if any.

Internally generated goodwill is not recognized as an asset. With regard to other intangible assets:

- **Technical Knowhow**

The expenditure incurred is amortised over the estimated period of benefit, commencing with the year of purchase of the technology.



- **Development Expenditure**

Development expenditure including regulatory cost and legal expenses leading to product registration/ market authorisation relating to the new and/or improved product and/or process development is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use the asset. The expenditure capitalized includes the cost of materials, direct labour, overhead costs that are directly attributable to preparing the asset for its intended use, and directly attributable finance costs (in the same manner as in the case of property, plant and equipment). Other development expenditure is recognised in the Statement of Profit and Loss as incurred.

- **Software Expenditure**

The expenditure incurred is amortized over the estimated economic life of the asset from the year in which expenditure is incurred.

- **Others**

The expenditure incurred is amortized over the estimated period of benefit.

Intangible assets that are acquired (including goodwill recognized for business combinations) are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less accumulated amortization (for finite lives intangible assets) and any accumulated impairment loss. Subsequent expenditure is capitalized only when it increases the future economic benefits from the specific asset to which it relates.

**b) Subsequent Expenditure**

Subsequent costs are capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure on intangible assets is recognised in the Standalone Statement of Profit and Loss, as incurred.

**c) Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straightline method over their estimated useful lives and is generally recognised in depreciation and amortisation expense in the Standalone Statement of Profit and Loss.

Estimated useful lives of the Intangible assets are as follow:

Category of assets	Management estimate of Useful life
Product Development	5 years

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

**d) Derecognition**

An item of intangible assets is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Standalone Statement of Profit and Loss when the asset is derecognised.

**30. CURRENT AND NON-CURRENT CLASSIFICATION**

**Accounting Policies**

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

An asset is treated as current when:

- a) It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- b) It is held primarily for the purpose of trading;
- c) It is expected to be realized within twelve months after the reporting period; or
- d) It is cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

A liability is current when:

- a) It is expected to be settled in normal operating cycle;
- b) It is held primarily for the purpose of trading;
- c) It is due to be settled within twelve months after reporting period; or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle for the purpose of current-non-current classification of assets and liabilities.

### **31. FOREIGN CURRENCY TRANSLATIONS**

#### **Accounting Policies**

##### **a) Functional and Presentation Currency**

These financial statements are presented in Indian Rs. Lacs, which is also the Company's functional currency.

##### **b) Transactions and balances**

Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at the reporting date. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous period are recognized in the statement on Profit and loss account in the period.

##### **c) Initial Recognition**

Investments in foreign entities if any, are recorded at the exchange rate prevailing on the date of making the investment. Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

##### **d) Conversion**

Monetary assets and liabilities denominated in foreign currencies, as at the balance sheet date, not covered by forward exchange contracts, are translated at year end rates.

##### **e) Exchange Differences**

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognized as income or expense in the year in which they arise. The exchange difference on foreign currency denominated long term borrowings relating to the acquisition of depreciable capital assets are adjusted in the carrying cost of such assets for current year.



### 32. INVENTORIES

#### Accounting Policies

Inventories are valued at lower of cost and net realisable value except scrap, which is valued at net estimated realisable value.

The Company uses FIFO method to determine cost for all categories of inventories except for goods in transit which is valued at specifically identified purchase cost and other direct costs incurred. Cost includes all costs of purchase, and other costs incurred in bringing the inventories to their present location and condition inclusive of non-refundable (adjustable) taxes wherever applicable.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. The comparison of cost and net realisable value is made on an item-by-item basis.

### 33. FINANCIAL INSTRUMENTS

#### a) Accounting classification

The following table shows the carrying amounts of financial assets and financial liabilities.

(Rs. in lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Financial assets measured at fair value</b>		
Investments	15.48	13.60
<b>Financial assets measured at amortized cost</b>		
Investments	6501.80	2,001.80
Trade receivables	10775.35	10,438.05
Loans	775.56	570.92
Cash and cash equivalents	4585.07	1,165.54
Other bank balances	2690.40	118.96
Other financial assets	255.11	208.28
<b>Total Financial Assets</b>	<b>25598.77</b>	<b>14,517.15</b>
<b>Financial liabilities measured at amortised cost</b>		
Long term borrowings	1353.66	2,228.29
Short term borrowings	8180.61	14,500.72
Trade payables	3249.27	3,523.97
Lease Liability	145.41	162.54
Other financial liabilities	880.10	769.02
<b>Total Financial Liabilities</b>	<b>13809.05</b>	<b>21,184.54</b>

#### b) Fair value hierarchy

The fair value of financial instruments as referred to in note (A) above has been classified into three category depending on the inputs used in valuation technique. The hierarchy gives the highest priority to quoted price in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

**The categories used are as follows:**

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

**Level 2:** Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**Financial assets and liabilities measured at fair value as at March 31, 2025**

(Rs. in lacs)

Particulars	Level 1	Level 2	Level 3	Total
<b>Investments</b>				
Investment in Shares	15.48	-	-	<b>15.48</b>

**Financial assets and liabilities measured at fair value as at March 31, 2024**

(Rs. in lacs)

Particulars	Level 1	Level 2	Level 3	Total
<b>Investments</b>				
Investment in Shares	13.60	-	-	<b>13.60</b>

**c) Financial Risk Management**

The Company is exposed to various types of financial risks in conduct of its business activities. The main risks to which it is exposed includes market risk, liquidity risk and credit risk.

The Company's Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework.

The Company has exposure to the following risks arising from financial instruments: -

- credit risk
- liquidity risk
- market risk

The company primarily focuses on managing financial risks to reduce potential adverse effects of these risks on its financial performance.

The financial risks are managed by Policy approved by Board of Directors in this regard.

**i) Credit Risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The carrying amounts of financial assets represent the maximum credit exposure.

(Rs. in lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Investments (excluding subsidiary companies and partnership firm)	17.28	15.40
Trade Receivables	10775.35	10,438.05
Loans	775.56	570.92
Cash and cash equivalents	4585.07	1,165.54
Other bank balances	2690.40	118.96
Other financial assets	255.11	208.28
<b>Total</b>	<b>19,098.77</b>	<b>12,517.16</b>

**Expected credit losses for financial assets other than trade receivables**

The Company maintains its cash and cash equivalents and bank deposits with reputed banks. The credit risk on these instruments is limited because the counterparties are bank with high credit ratings assigned by domestic credit rating agencies. Hence, the credit risk associated with cash and cash equivalent and bank deposits is relatively low.



Loans comprise loans given to employees, which would be adjusted against salary of the employees and hence credit risk associated with such amount is also relatively low. It also includes advance given to its subsidiary which is showing positive results since its incorporation, hence credit risk associated with it is also low.

Investments in Shares are measured at mark to market hence, the credit risk associated with these investments already considered in valuation as on reporting date.

Other financial assets include:

- Security deposits given for operational activities of the Company which will be returned to the Company as per the contracts with respective parties. The Company monitors the credit ratings of the counterparties on regular basis. These security deposits carry very minimal credit risk based on the Company's historical experience of dealing with the parties.
- Balance with revenue authorities comprises of GST input credit that can be claimed in future by the Company. The revenue authorities here refer to the Government department of Goods and Service tax. These balances carry very minimal or no credit risk as these are outstanding with the government authorities.

#### Expected credit losses for trade receivables

Credit risks related to receivables is managed by Company's management by implementing policies, procedures and controls relating to customer credit risk management. Outstanding customer receivables are regularly monitored. An impairment analysis is performed at each reporting date on trade receivables by using lifetime expected credit losses as per simplified approach wherein the weighted average loss rates are analysed from the historical trends of defaults relating to each business segment. Such provision matrix has been considered to recognize lifetime expected credit losses on trade receivables (other than those where defaults criteria are met).

The Company evaluates the concentration of risk with respect to trade receivables low, since its customers are from various industries, jurisdictions and operate in independent markets. These receivables are written off when there is no reasonable expectation of recovery.

There are no receivables which are in default as at year end but the management allows for the impairment of trade receivables based on its historical experience of collection from its customers.

#### Movement in the allowance for impairment in respect of trade receivables:

Particulars	(Rs. in Lacs)	
	As at March 31, 2025	As at March 31, 2024
Balance at the beginning of the year	684.35	684.35
Additional provision during the year	-	-
Deductions on account of write offs and collections	-	-
<b>Balance at the end of the year</b>	<b>684.35</b>	<b>684.35</b>

#### ii) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting its obligations associated with financial liabilities. The investment philosophy of the Company is capital preservation and liquidity in preference to returns. The Company consistently generates sufficient cash flows from operations and has access to multiple sources of funding to meet the financial obligations and maintain adequate liquidity for use. The Company manages liquidity risk by maintaining adequate reserve, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

### Maturity profile of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

(Rs. in Lacs)

Particulars	Carrying Value	Contractual cash flows				
		Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years	Total
<b>As at March 31, 2025</b>						
Borrowings	9,534.27	8180.61	839.36	514.30	-	9,534.27
Trade Payables	3,249.28	3249.28	-	-	-	3,249.28
Lease Liability	145.41	35.10	20.73	59.23	30.35	145.41
Other financial liabilities	880.10	475.52	404.58	-	-	880.10
	<b>13,809.06</b>	<b>11,940.50</b>	<b>1,264.67</b>	<b>573.53</b>	<b>30.35</b>	<b>13,809.06</b>
<b>As at March 31, 2024</b>						
Borrowings	16,729.01	14,500.72	1,196.48	1,029.34	2.46	16,729.01
Trade Payables	3,523.97	3,523.97	-	-	-	3,523.97
Lease Liability	162.54	17.13	18.85	68.62	57.94	162.54
Other financial liabilities	769.02	414.81	354.21	-	-	769.02
	<b>21,184.54</b>	<b>18,456.64</b>	<b>1,569.53</b>	<b>1,097.96</b>	<b>60.41</b>	<b>21,184.54</b>

### iii) Market Risk

Market risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk namely: currency risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

- **Foreign Currency Risk**

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Exposure arises primarily due to exchange rate fluctuations between the functional currency and other currencies from the Company's operating, investing and financing activities. The Company undertakes transactions denominated in foreign currency (mainly US Dollar) which are subject to the risk of exchange rate fluctuations. Considering the low volume of foreign currency transactions, the Company's exposure to foreign currency risk is limited hence the Company does not use any derivative instruments to manage its exposure.

#### Foreign currency risk exposure in USD:

The Company's exposure to foreign currency risk at the end of the reporting year expressed in rupees, are as follows

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Financial assets	674.95	769.54
Financial liabilities	-	1.56
<b>Net exposure to foreign currency risk (liabilities)/assets</b>	<b>674.95</b>	<b>767.98</b>



### Sensitivity

A reasonably possible strengthening (weakening) of the US dollar against ₹ at March 31 would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant.

The sensitivity of profit/(loss) to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>USD sensitivity (Impact on profit before tax)</b>		
₹/USD increase by 200 bps*	13.50	15.36
₹/USD decrease by 200 bps*	(13.50)	(15.36)
<b>USD sensitivity (impact on equity post tax)</b>		
₹/USD increase by 200 bps*	9.57	10.89
₹/USD decrease by 200 bps*	(9.57)	(10.89)

\*Holding all other variables constant

- Interest rate risk**

The Company's interest rate risk arises from debt borrowings. Company's borrowings are issued at variable rates that expose the Company to cash flow interest rate risk.

**Exposure to interest rate risk:** The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Variable rate borrowings</b>		
Current borrowings from banks and financial institutions	6,680.61	14,500.72
Non-Current borrowings from banks and financial institutions	1,353.66	2,228.29
<b>Total Borrowings</b>	<b>8,034.27</b>	<b>16,729.01</b>

### Fair value sensitivity analysis of interest rate

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

A reasonably possible change of 50 basis points (bps) in interest rates at the reporting date would have increased/ (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

### Cash flow sensitivity analysis for variable-rate instruments for the year ended March 31, 2025

(Rs. in Lacs)

Particulars	Impact on profit before tax - 50 bps increase	Impact on profit before tax - 50 bps decrease	Impact on other components of equity - 50 bps increase	Impact on other components of equity - 50 bps decrease
Variable-rate instruments	40.17	(40.17)	28.47	(28.47)
<b>Total</b>	<b>40.17</b>	<b>(40.17)</b>	<b>28.47</b>	<b>(28.47)</b>

Cash flow sensitivity analysis for variable-rate instruments for the year ended March 31, 2024

(Rs. in Lacs)

Particulars	Impact on profit before tax - 50 bps increase	Impact on profit before tax - 50 bps decrease	Impact on other components of equity - 50 bps increase	Impact on other components of equity - 50 bps decrease
Variable-rate instruments	83.65	(83.65)	59.29	(59.29)
<b>Total</b>	<b>83.65</b>	<b>(83.65)</b>	<b>59.29</b>	<b>(59.29)</b>

**Accounting Policies**

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.

**A) FINANCIAL ASSETS**

**i) Initial recognition and measurement**

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e. the date that the Company commits to purchase or sell the asset.

**ii) Subsequent Measurement**

For purposes of subsequent measurement, financial assets are classified in four categories:

**a) Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if the asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset or the amortised cost of the financial liability. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. This category generally applies to trade and other receivables.

**b) Debt instrument at fair value through Other Comprehensive Income (FVTOCI):**

A 'debt instrument' is classified as at the FVTOCI if the objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and the asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI). On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified to the Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.



**c) Debt instrument, Derivatives and Equity instruments at fair value through profit or loss FVTPL:**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortised cost or as FVTOCI, is classified as at FVTPL. In addition, at initial recognition, the Company may irrevocably elect to designate a debt instrument, which otherwise meets amortised cost or FVTOCI criteria, as at FVTPL (Refer Note 4). However, such an election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Debt instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

Dividend income from investments is recognised in statement of profit and loss on the date that the right to receive payment is established.

**d) Equity instrument at fair value through Other comprehensive income FVTOCI:**

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to the Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss to retained earnings.

**iii) Impairment of Financial Assets**

The Company recognises loss allowance using the expected credit loss (ECL) model for 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 financial assets with contractual cash flows other than trade receivable, ECLs 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 ECL (or reversal) that is required to adjust the loss allowance at the reporting date is recognised as an impairment gain or loss in the Statement of Profit and Loss.

**iv) Derecognition of Financial Assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Company's balance sheet) when:

- a) The rights to receive cash flow from the asset have expired, or
- b) The company has transferred its rights to receive cash flow from the asset or has assumed an obligation to pay the received cash flow in full without material delay to the third party under a 'pass-through' arrangement and either (a) the Company has transferred substantially all the risk and rewards of the assets, or (b) the Company has neither transferred nor retained substantially all the risk and rewards of the asset, but transferred control of the assets.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability.

The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Write off of financial assets the gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. The Company expects no significant recovery from the amount written off.

## **B) FINANCIAL LIABILITIES**

### **i) Initial Recognition and Measurement**

Financial Liabilities are classified, at initial recognition, as financial liabilities at fair value through Profit or Loss and financial liabilities at amortised cost, as appropriate.

All Financial Liabilities are recognized initially at fair value and, in the case of liabilities subsequently measured at amortised cost, they are measured net of directly attributable transaction cost. In the case of Financial Liabilities measured at fair value through Profit or Loss, transactions costs directly attributable to the acquisition of financial liabilities are recognized immediately in the statement of Profit or Loss.

The company's Financial Liabilities include trade and other payables, loans and borrowings including financial guarantee contracts and derivative financial instruments.

### **ii) Subsequent Measurement**

#### **a) Financial Liabilities at Fair Value through Profit or Loss:**

Financial Liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through the Statement of Profit and Loss. Financial Liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

#### **b) Financial Liabilities at Amortised Cost:**

Financial Liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Gains and losses are recognised in the Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

#### **c) Financial Guarantee Contracts:**

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make the payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount initially recognised less cumulative income recognised in accordance with principles of Ind AS 115.

### **iii) Derecognition of Financial Liabilities**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.



**C) OFF-SETTING OF FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are offset, and the net amount presented in the Balance Sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

**34. CURRENT ASSETS, LOANS & ADVANCES**

In the opinion of management of the Company, the current assets, loans and advances are approximately of the value as stated, if realized in the ordinary course of business and are subject to confirmation/ reconciliation.

**35. TRADE RECEIVABLES**

Ageing schedule of Trade Receivables for the year ended March 31, 2025

(Rs. in Lacs)

Particulars	Outstanding for following periods from the transaction date					Total
	< 6 Months	6 Months to 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
i) Undisputed Trade Receivables – Considered goods	10,478.92	172.87	123.56	-	-	10,775.35
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivable- credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivable- considered goods	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk (Refer Note 33-c(i))	-	-	-	-	684.35	684.35
vi) Disputed Trade Receivable- credit impaired	-	-	-	-	-	-
Less: Expected credit loss allowances	-	-	-	-	(684.35)	(684.35)
<b>Total</b>	<b>10,478.92</b>	<b>172.87</b>	<b>123.56</b>	<b>-</b>	<b>-</b>	<b>10,775.35</b>

Ageing schedule of Trade Receivables for the year ended March 31, 2024.

(Rs. in Lacs)

Particulars	Outstanding for following periods from the transaction date					Total
	< 6 Months	6 Months to 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
i) Undisputed Trade Receivables – Considered goods	10,092.23	190.20	155.62	-	-	10,438.05
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivable- credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivable- considered goods	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk (Refer Note 33-c(i))	-	-	-	-	684.35	684.35
vi) Disputed Trade Receivable- credit impaired	-	-	-	-	-	-
Less: Expected credit loss allowances	-	-	-	-	(684.35)	(684.35)
<b>Total</b>	<b>10,092.23</b>	<b>190.20</b>	<b>155.62</b>	<b>-</b>	<b>-</b>	<b>10,438.05</b>

\*Refer Note 33 for information regarding the Company's exposure to credit risk, market risk, fair value measurement and impairment losses.

### 36. INCOME TAX

#### A. Current Tax

Provision for Current Income Tax has been made as per Income Tax Act, 1961, based on legal opinion obtained by the Company from its income tax consultant and the statutory auditors have relied upon the said legal opinion for the purpose of current income tax.

#### B. Deferred Tax

In compliance with Indian Accounting Standard (Ind AS 12) relating to "Income Tax" issued under Companies (Indian Accounting Standards) Rules, 2016 as amended up to date, the Company has provided Deferred Tax Asset accruing during the year aggregating to Rs. 373.64 Lacs (Previous Year Deferred Tax Liabilities Rs. 89.60 Lacs) and it has been recognized in the Statement of Profit & Loss. In accordance with Indian Accounting Standard (Ind AS 12) Deferred Tax Assets and Deferred Tax Liabilities have been set.

#### Reconciliation of effective tax rate

(Rs. In lacs)

Particulars	For the year ended March 31, 2025		For the year ended March 31, 2024	
Profit before tax		2,494.19		2,140.12
Tax using the domestic tax rate	29.12%	726.31	29.12%	623.20
<b>Tax effect of</b>				
Tax on account of Permanent Difference	0.41%	10.10	0.37%	7.83
Effect of expense/ provisions that is not deductible in determining profit	(4.21)%	(105.01)	14.91%	319.00
Effect of expense/ provisions that is deductible in determining profit	(16.77)%	(418.34)	(12.20) %	(261.15)
Net Effect of tax losses brought forward	-	-	-	-
Adjustment of income not taxable or deductible	(0.02)%	(0.55)	(0.09) %	(1.99)
Adjustment for tax expense pertaining to prior years	0.27%	6.73	0.69%	14.68
Others	0.54%	13.46	-	-
On account of LTCG of sale of land	-	-	3.93%	84.07
<b>Total income tax expense</b>	<b>9.33%</b>	<b>232.71</b>	<b>36.71%</b>	<b>785.65</b>

### 37. CASH AND CASH EQUIVALENTS

#### Accounting Policies

Cash and cash equivalents include cash in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

For the purpose of cash flow statement, cash and cash equivalent includes cash in hand, in banks, and other short-term highly liquid investments with original maturities of three months or less, net of outstanding bank overdrafts that are repayable on demand and are considered part of the cash management system.

### 38. SHARE CAPITAL

- i) The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.
- ii) The company doesn't have any holding company.
- iii) Reconciliation of share capital



Particulars	As of 31 <sup>ST</sup> , March 2025		As of 31 <sup>ST</sup> , March 2024	
	Number of Shares	Amount (in Lacs)	Number of Shares	Amount (in Lacs)
Balance at the beginning of the year	3,75,51,600	3,755.16	1,87,75,800	1,877.58
Add: Issue of Share Capital	1,05,00,000	1,050.00	-	-
Add: Issue of Bonus Shares	-	-	1,87,75,800	1,877.58
Balance at the end of the year	<b>4,80,51,600</b>	<b>4,805.16</b>	<b>3,75,51,600</b>	<b>3,755.16</b>

iv) Shareholders holding more than 5% of the shares

Particulars	As of 31 <sup>ST</sup> , March 2025		As of 31 <sup>ST</sup> , March 2024	
	Number of Shares	% of Shareholding	Number of Shares	% of Shareholding
R.S. Khadwalia*	1,68,26,400	35.02	2,03,26,400	54.13
Sunita Saini*	1,06,50,348	22.16	1,06,50,348	28.36
M/s Futurisitic Mining Constructions Solutions LLP*	43,71,960	9.10	43,71,960	11.64

\* Including Shares issued as bonus shares

Equity Share movement during the 5 years preceding March 31,2025:

- The company has allotted 86,00,000 equity shares of Rs 10 each at premium of Rs 205 per share under the fresh issue through Initial Public Offering (IPO) on 3rd January 2025 pursuant to the passing of Board Resolution passed at Board of Directors meeting dated 3rd January, 2025
- The company has allotted 54,100 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 29<sup>th</sup> May 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 28<sup>th</sup> May 2024 after taking consent of shareholders.
- The company has allotted 9,95,900 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 24<sup>th</sup> May 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 17<sup>th</sup> May 2024 after taking consent of shareholders.
- The company has allotted 2,50,000 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 30<sup>th</sup> April 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 18<sup>th</sup> April 2024 after taking consent of shareholders.
- The company has allotted 6,00,000 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 16<sup>th</sup> April 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 19<sup>th</sup> March 2024 after taking consent of shareholders.
- The Company has allotted 1,87,75,800 equity shares as fully paid-up bonus shares to its existing equity shareholders in the ratio of 1:1 by capitalisation of profits transferred from free reserves amounting to Rs. 1,877.58 lakhs on 22<sup>nd</sup> August 2023 pursuant to a special resolution passed by the shareholders in Extra Ordinary General Meeting after taking consent of shareholders.
- The Company allotted 93,87,900 equity shares as fully paid-up bonus shares by capitalisation of profits transferred from securities premium account amounting to Rs. 568.00 Lakhs, and general reserve amounting to Rs. 370.79 Lakhs on 08<sup>th</sup> February, 2022, pursuant to an ordinary resolution passed after taking the consent of shareholders.

v) Shareholding of Promoters\*

Shares held by promoters at the end of the year			%age Change during the year
Promoter Name	No. of Shares	%age of Total Shares	
R.S. Khadwalia	1,68,26,400	35.02	17.22%
Sunita Saini	1,06,50,348	22.16	

\* Promoters as per Board Resolution dated 17<sup>th</sup> March 2023

vi) The Company has not bought back any equity shares during the preceding five years.

39 **BORROWINGS**

**A. SECURED LOANS**

(Rs. In Lacs)

Particulars	March 31, 2025		March 31, 2024	
	Non-Current	Current	Non-Current	Current
Working Capital Loans from Bank <sup>#</sup>	-	5,441.37	-	13,010.46
Term Loans from bank <sup>##</sup>	971.99	1041.10	2,013.02	1,260.65
Vehicle Loans From Banks	381.67	86.92	104.08	51.10
<b>Total</b>	<b>1,353.66</b>	<b>6,569.39</b>	<b>2,117.10</b>	<b>14,322.21</b>

**B. UNSECURED LOANS**

(Rs. In Lacs)

Particulars	March 31, 2025		March 31, 2024	
	Non-Current	Current	Non-Current	Current
Other Unsecured Loans from Banks	-	111.23	111.19	178.51
Other Unsecured Loans	-	1,500.00	-	-
<b>Total</b>	<b>-</b>	<b>1,611.23</b>	<b>111.19</b>	<b>178.51</b>

**I. Maturity Profile:**

**A. Secured Loans**

(Rs. In Lacs)

Particulars	< 1 year	1 – 2 years	2 - 5 years	Beyond 5 years
From Banks:				
- Term Loans	1041.09	582.75	389.25	-
- Working capital loan	5441.37	-	-	-
- Vehicle Loans	86.92	256.68	124.99	-

**B. Unsecured Loans**

(Rs. In Lacs)

Particulars	<1 year	1 – 2 years	2 - 5 years	Beyond 5 years
From Banks:				
- Other Loans	111.23	-	-	-
- Inter Corporate Deposit	-	-	-	-
From Others				
- Director	1,500.00	-	-	-

**II. Terms and Conditions of Short-Term Borrowings:**

The Company has availed working capital credit facilities from Punjab National Bank and Canara Bank aggregating to Rs. 5441.37 lacs (March 31, 2024: Rs. 13,010.46 lacs). The working capital limits are secured by way of 1st Pari-Passu Charge on all the current assets (present & future) of the Company



and further collaterally secured by way of 1st Pari-Passu Charge on all the fixed assets of the Company excluding following assets:

- vehicles,
- land building situated at Mumbai,

Further working capital limits are secured by way of personal guarantee of Ranbir Singh Khadwalia, Sunita Saini, S.P. Mittal and Anshul Khadwalia.

Further the term loans of Barota finance Limited (Wholly owned Subsidiary are also secured by way of Pari Passu charge on above fixed assets (except Vehicles as excluded)

**Terms of Repayment:** The working capital limits are repayable on demand.

**Rate of Interest:** The working capital limits carry floating interest rate which is linked to MCLR rate as applicable.

### III. Terms and Conditions of Long Term Borrowings

S. No.	Nature of Loan	Type of Interest	Security	Terms of Repayment
1	<b>Term Loan-Asset Backed Loan from Federal Bank Limited</b> Rs. 111.23 Lakhs (March 31, 2024: Rs. 289.70 Lakhs)	Floating (Linked to MCLR)	Unsecured	Repayable in 84 monthly installments
2	<b>Working Capital Term Loan under GECL from Federal Bank</b> Rs. 71.94 Lakhs (March 31, 2024: 166.95 Lakhs)	Floating (Linked to Repo)	Secured by way of charge on all movable / immovable assets created out of the WCTL, Collateral by second charge on all primary and collateral securities available for the existing facilities i.e., Equitable Mortgage of Residential Property, Opp. Cantt Area, Chandigarh in the name of R.S. Khadwalia and Sunita Saini.	Repayable in 48 monthly installments
3	<b>Working Capital Term Loan under GECL 2.0 scheme from Canara Bank</b> Rs. 288.00 Lakhs (March 31, 2024: Rs. 600.00 Lakhs)	Floating (Linked to MCLR)	Secured by way of assets created out of credit facility and additional WCTL facility under GECL shall rank pari passu second charge with existing credit facilities in terms of cash flows and security	Repayable in 48 monthly installments
4	<b>Working Capital Term Loan under GECL 2.0 Scheme from Punjab National Bank</b> Rs. 105.22 Lakhs (March 31, 2024: Rs. 389.11 Lakhs)	Floating (Linked to MCLR)	Secured by way of extension of charge on entire present and future current assets of the company	Repayable in 48 monthly installments
5	<b>Working Capital Term Loan under GECL 2.0 (Extension) scheme from Canara Bank</b> Rs. 764.00 Lakhs (March 31, 2024: Rs. 1040.00 Lakhs)	Floating (Linked to RLLR)	Secured by way of assets created out of facility so extended	Repayable in 48 monthly installments

S. No.	Nature of Loan	Type of Interest	Security	Terms of Repayment
6	<b>Working Capital Term Loan under GECL 2.0 (Extension) Scheme from Punjab National Bank</b> Rs. 342.29 Lakhs (March 31, 2024: Rs. 474.79 Lakhs)	Floating (Linked to MCLR)	Secured by way of second charge with the existing credit facilities in terms of cash flows (including repayments) and security, with charge on the assets financed under the Scheme and Extension of Charge over entire present and future current assets of the company.	Repayable in 48 monthly installments
7	<b>Working Capital Term Loan - 1 from Federal Bank Limited</b> Rs. 216.67 Lakhs (March 31, 2024: 316.67 Lakhs)	Floating (Linked to Repo)	Secured by way of EM of Residential Property at House No 103-104, Sector-6, Panchkula in the name of Directors as well as promoters, Mr. RS Khadwalia and Mrs. Sunita Saini and charge on all movable/immovable assets created out of the WCTL	Repayable in 60 monthly installments
8	<b>Working Capital Term Loan - 2 from Federal Bank Limited</b> Rs. 224.97 Lakhs (March 31, 2024: 286.15 Lakhs)	Floating (Linked to Repo)	Secured by way of EM of Residential Property at House No 103-104, Sector-6, Panchkula in the name of Directors as well as promoters, Mr. RS Khadwalia and Mrs. Sunita Saini and charge on all movable/immovable assets created out of the WCTL	Repayable in 69 monthly installments
10	<b>HDFC Bank Vehicle Loan</b> Rs. 72.59 Lakhs (March 31, 2024: Rs. 104.00 Lakhs)	Fixed at 6.70%	Exclusive charge on underlying vehicle purchased	Repayable in 60 monthly installments
11	<b>HDFC Bank Vehicle Loan</b> Rs. 15.53 Lakhs (March 31, 2024: Rs. 22.67 Lakhs)	Fixed at 8.70%	Exclusive charge on underlying vehicle purchased	Repayable in 39 monthly installments
12	<b>Axis Bank Vehicle Loan</b> Rs. 255.47 Lakhs (March 31, 2024: Rs. Nil)	Fixed at 8.90%	Exclusive charge on underlying vehicle purchased	Repayable in 37 monthly installments
13	<b>Toyota Financial Services Vehicle Loan</b> Rs. 109.00 Lakhs (March 31, 2024: Rs. Nil)	Fixed at 8.62%	Exclusive charge on underlying vehicle purchased	Repayable in 36 monthly installments
14	<b>Canara Bank Vehicle Loan</b> Rs. 15.99 Lakhs (March 31, 2024: Rs. 18.64 Lakhs)	Fixed at 9.45%	Exclusive charge on underlying vehicle purchased	Repayable in 84 monthly installments



**40 EMPLOYEE BENEFITS PLAN**

**a) Defined Benefit Plans**

In accordance with the Payment of Gratuity Act, 1972, the Company provides for gratuity, as defined benefit plan. The gratuity plan provides for a lump sum payment to the employees at the time of separation from the service on completion of vested year of employment i.e. five years. The liability of gratuity plan is provided based on actuarial valuation as at the end of each financial year based on which the Company contributes the ascertained liability to Life Insurance Corporation of India by whom the plan assets are maintained.

These plans typically expose the Company to actuarial risks such as: investment risk, inherent interest rate risk, longevity risk and salary risk.

**Investment Risk**

The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined by reference to market yields at the end of the reporting year on government bonds.

**Interest Rate Risk**

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

**Longevity Risk**

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary Risk**

Higher than expected increases in salary will increase the defined benefit obligation.

The present value of the defined benefit obligation, and the related current service cost, were measured using the projected unit credit method.

**The principal assumptions (demographic and financial) used for the purposes of the actuarial valuations were as follows:-**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.70% p.a.	7.10% p.a.
Future salary increases	6.50% p.a.	6.50% p.a.
Withdrawal rate	3%<30yrs; 2% >=30yrs but <44yrs; 1%>=44yrs	3%<30yrs; 2% >=30yrs but <44yrs; 1%>=44yrs
Expected average remaining working lives of employees	19 years	24.72 years
Retirement Age	60 years	60 years
In Service Mortality	Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.

Amounts recognized in statement of profit and loss in respect of this defined benefit plan are as follows:-

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Service cost:</b>		
Current service cost	48.67	36.83
Net Interest expense/(income)	13.88	12.03
Employer's direct benefit payments cost (as per contra)	-	-
<b>Components of defined benefit costs recognized in profit or loss</b>	<b>62.55</b>	<b>48.86</b>
<b>Re-measurement on the net defined benefit liability:</b>		
Return on plan assets (excluding amounts included in net interest expense)	0.82	(2.38)
Actuarial (gains)/losses arising from changes in financial assumptions	14.11	8.71
Actuarial (gains)/losses arising from experience adjustments	(14.87)	5.02
Others (Added trust bank account balance)	-	(10.47)
<b>Components of defined benefit costs recognized in other comprehensive income</b>	<b>0.06</b>	<b>0.88</b>

The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plan is as follows: -

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Present value of defined benefit obligation	279.83	234.31
Fair value of plan assets	27.83	33.04
<b>Net liability/ (asset) arising from defined benefit obligation</b>	<b>251.99</b>	<b>201.27</b>

Movements in the present value of the defined benefit obligation are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening defined benefit obligation	234.31	184.50
Current service cost	48.67	36.83
Past service cost	-	-
Interest cost	16.23	13.65
Actuarial loss/(gain) recognized during the year	(0.76)	13.73
Benefits paid	(18.62)	(14.41)
<b>Closing defined benefit obligation</b>	<b>279.83</b>	<b>234.31</b>



Movements in the fair value of plan assets are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Fair Value of plan assets at beginning of year*	33.04	21.97
Interest Income	2.34	1.62
Employer's contribution		-
Benefit paid	(6.73)	(3.40)
Actuarial gain/(loss) on plan assets		-
Remeasurement gain/(loss):		
Actual return on plan assets excluding interest income	(0.82)	2.38
Others (Added trust bank account balance)	-	10.47
<b>Fair Value of plan assets at the end of the year</b>	<b>27.83</b>	<b>33.04</b>

#### Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below has been determined based on reasonable possible changes of the respective assumptions occurring at the end of the year, while holding all other assumptions constant.

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Impact of the change in discount rate</b>		
Impact due to increase of 1.00%	(33.44)	(27.30)
Impact due to decrease of 1.00%	40.23	32.80
<b>Impact of the change in future salary growth rate</b>		
Impact due to increase of 1.00%	35.75	32.67
Impact due to decrease of 1.00%	(32.95)	(27.68)

#### b) Compensated absences (unfunded)

The leave obligations cover the Company's liability for sick and earned leaves. The Company does not have an unconditional right to defer settlement for the obligation shown as current provision. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months, therefore based on the independent actuarial report, only a certain amount of provisions has been recognised in the statement of profit and loss.

The principal assumptions (demographic and financial) used for the purposes of the actuarial valuations were as follows:-

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.70% p.a.	7.10% p.a.
Future salary increases	6.50% p.a.	6.50% p.a.
Withdrawal rate	3%<30yrs; 2% >=30yrs but <44yrs;1%>=44yrs	3%<30yrs; 2% >=30yrs but <44yrs;1%>=44yrs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Expected average remaining working lives of employees	19 years	24.72 years
Retirement Age	60 years	60 years
In Service Mortality	Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.

Amounts recognized in statement of profit and loss in respect of this defined benefit plan are as follows :-

Particulars	(Rs. In lacs)	
	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Service cost:</b>		
Current service cost	34.23	18.00
Net Interest expense/(income)	5.40	5.49
Employer's direct benefit payments cost (as per contra)	-	-
Actuarial (gain)/loss due to change in financial assumptions	4.51	1.98
Actuarial (gain)/loss due to change in experience variance	19.83	(5.53)
Actuarial (gain)/loss of plan assets	-	-
Return on plan assets (excluding amounts included in net interest expense)	0.00	0.00
<b>Components of defined benefit costs recognized in profit or loss</b>	<b>63.97</b>	<b>19.94</b>
<b>Re-measurement on the net defined benefit liability:</b>		
Return on plan assets (excluding amounts included in net interest expense)	-	-
Actuarial (gains)/losses arising from changes in financial assumptions	-	-
Actuarial (gains)/losses arising from experience adjustments	-	-
<b>Components of defined benefit costs recognized in other comprehensive income</b>	<b>-</b>	<b>-</b>

The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plan is as follows:

Particulars	(Rs. In lacs)	
	For the year ended March 31, 2025	For the year ended March 31, 2024
Present value of defined benefit obligation	144.61	88.75
Fair value of plan assets	2.83	2.63
<b>Net liability/ (asset) arising from defined benefit obligation</b>	<b>141.78</b>	<b>86.12</b>

Movements in the present value of the defined benefit obligation are as follows: (Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening defined benefit obligation	88.75	76.86
Current service cost	34.23	18.00
Past service cost	-	-
Interest cost	5.58	5.69
Actuarial loss/(gain) recognized during the year	24.36	(3.56)
Benefits paid	(8.31)	(8.24)
<b>Closing defined benefit obligation</b>	<b>144.61</b>	<b>88.75</b>



Movements in the fair value of plan assets are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Fair Value of plan assets at beginning of year*	2.63	2.62
Interest Income	0.19	0.19
Expected return on plan assets	-	-
Employer's contribution	-	-
Benefit paid	-	(0.18)
Actuarial gain/(loss) on plan assets	-	-
Actual return on plan assets excluding interest income	0.01	(0.00)
<b>Fair Value of plan assets at the end of the year</b>	<b>2.83</b>	<b>2.63</b>

### Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonable possible changes of the respective assumptions occurring at the end of the year, while holding all other assumptions constant.

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Impact of the change in discount rate</b>		
Impact due to increase of 1.00%	(10.85)	(6.24)
Impact due to decrease of 1.00%	12.50	7.13
<b>Impact of the change in future salary growth rate</b>		
Impact due to increase of 1.00%	13.13	7.10
Impact due to decrease of 1.00%	(11.59)	(6.33)

### c) Defined contribution plans

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards provident fund and employee state insurance scheme which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contributions are charged to the standalone statement of profit and loss as they accrue. The amount recognized as an expense towards contribution to provident and other funds for the year aggregated to ₹145.76 lakhs (March 31, 2024: ₹ 132.55 lakhs)

#### Accounting Policies

Liabilities in respect of employee benefits to employees are provided for as follows:

#### i) Current Employee Benefits

- Short-term employee benefits are measured on an undiscounted basis and expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.
- Employees' State Insurance ('ESI') is provided on the basis of actual liability accrued and paid to authorities.

- c) The Company has adopted a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method on the additional amount expected to be paid / availed as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur.
- d) Expense in respect of other short-term benefits is recognized on the basis of the amount paid or payable for the period during which services are rendered by the employee.

ii) **Post separation employee benefit plan**

a) **Defined Benefit Plan**

Gratuity liability accounted for on the basis of actuarial valuation as per Ind AS 19 'Employee Benefits'. Liability recognized in the Standalone Balance Sheet in respect of gratuity is the present value of the defined benefit obligation at the end of each reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by an independent actuary using the projected unit credit method. The present value of defined benefit is determined by discounting the estimated future cash outflows by reference to market yield at the end of each reporting period on government bonds that have terms approximate to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Standalone Statement of Profit and Loss.

Actuarial gain / loss pertaining to gratuity, post separation benefits and PF trust are accounted for as OCI. All remaining components of costs are accounted for in Standalone Statement of Profit and Loss.

b) **Defined contribution plan**

A defined contribution plan is a post-employment benefit plan where the Company legal or constructive obligation is limited to the amount that it contributes to a separate legal entity.

The Company makes specified monthly contributions towards Government administered provident fund scheme.

Contribution to Provident Fund is made in accordance with provision of Employees Provident Fund Act, 1952, and is recognized as an expense in the statement of Profit and Loss in the period in which the contribution is due.

**41 DEFERRED INCOME**

**Accounting Policies**

Government grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attached to them and that the grants will be received.

Government grants are recognised in the Statement of Profit and Loss on a systematic basis over the years in which the Company recognises as expenses the related costs for which the grants are intended to compensate or when performance obligations are met.

Government grants, whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets and nonmonetary grants are recognised and disclosed as 'deferred income' under non-current liability in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.



**42 TRADE PAYABLES**

- a) The information as required to be disclosed pursuant under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) has been determined to the extent such parties have been identified on the basis of information available with the Company

(Rs. in Lacs)

Particulars	2025	2024
i) Amount remaining unpaid:		
-- Principal	280.87	838.74
-- Interest on the above	-	-
ii) Interest paid by the Company under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day	-	-
iii) Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006)	-	-
iv) Interest accrued and remaining unpaid at the end of the year	-	-
v) Interest remaining due and payable (pertaining to prior years), until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act 2006.	-	-

**Ageing schedule for the year ended March 31, 2025**

(Rs. in Lacs)

Particulars	Outstanding for following periods from transaction date				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	3 Years	
i) MSME	280.87	-	-	-	280.87
ii) Others	2,892.58	75.82	-	-	2,968.40
iii) Disputed dues- MSME	-	-	-	-	-
iv) Disputed dues- Others	-	-	-	-	-

**Ageing schedule for the year ended March 31, 2024**

(Rs. in Lacs)

Particulars	Outstanding for following periods from transaction date				Total
	< 1 Year	1 to 2 Years	3 to 3 Years	3 Years	
i) MSME	838.74	-	-	-	838.74
ii) Others	2,593.57	91.66	-	-	2,685.23
iii) Disputed dues- MSME	-	-	-	-	-
iv) Disputed dues- Others	-	-	-	-	-

Amount due to entities covered under micro enterprises and small enterprises as defined in the Micro, Small, Medium Enterprises Development Act, 2006, have been identified on the basis of information available with the Company. The total amount due as on 31.03.2025 was 280.87 Lacs (Previous year 838.74 Lacs) and interest on late payment was Nil (Previous year Nil).

#### **43 PROVISIONS**

##### **Accounting Policies**

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursement will be received, and the amount of the receivable can be measured reliably.

A contract is considered to be onerous when the expected economic benefits to be derived by the Company from the contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision for an onerous contract is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before such a provision is made, the Company recognises any impairment loss on the assets associated with that contract.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

##### **Warranties**

A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

#### **44 SEGMENT INFORMATION**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (“CODM”). The board of directors assess the financial performance and position of the Company, and makes strategic decisions and therefore the board would be the chief operating decision maker. Revenues, expenses, assets and liabilities, which are common to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been treated as “unallocated revenues/ expenses/ assets/ liabilities”, as the case may be.

The Company has determined following reportable segments based on the information reviewed by the Company’s management:

- i) Tractor: It includes sale of tractors, its spare parts and scrap sales generated during manufacturing process.
- ii) Crane: It includes sale of cranes.
- iii) Others: These include sale of casting division scrap.

Each of these operating segments is managed separately as each requires different technologies, marketing approaches and other resources.

For management purposes, the Company uses the same measurement policies as those used in its financial statements. In addition, corporate assets which are not directly attributable to the business activities of any operating segment are not allocated to a segment.



a) **Segment Revenue and Results:**

Segment reporting for the year ended 31<sup>st</sup> March 2025:

Segment Reporting Disclosure						
Particulars	Tractors	Crane	Others	Eliminations	Unallocable Items	(Rs. In Lacs) Consolidated Total
	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
<b>REVENUE</b>						
External Revenue	14,101.91	22,505.31	69.78	-	-	36,676.99
Inter Segment Revenue			4,393.58	-4,393.58	-	-
<b>Total Revenue</b>	<b>14,101.91</b>	<b>22,505.31</b>	<b>4,463.36</b>	<b>-4,393.58</b>	-	<b>36,676.99</b>
Miscellaneous Income			-	-	-	-
<b>Segment Revenue</b>	<b>14,101.91</b>	<b>22,505.31</b>	<b>4,463.36</b>	<b>-4,393.58</b>	-	<b>36,676.99</b>
Interest Income	-	-	-	-	-	-
Other Unallocable Income	-	-	-	-	-	-
<b>Total Revenue</b>	<b>14,101.91</b>	<b>22,505.31</b>	<b>4,463.36</b>	<b>-4,393.58</b>	-	<b>36,676.99</b>
<b>RESULT</b>						
<b>Segment Result</b>	<b>1,224.05</b>	<b>2,402.64</b>	<b>7.10</b>	-	-	<b>3,633.78</b>
Add: Other Income	79.34	0.30	-	-	210.27	<b>289.91</b>
Unallocated Corporate Expenses	-	-	-	-	-	-
Interest Expense	-	-	-	-	-1,429.50	-1,429.50
<b>Profit Before Taxation</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>7.10</b>	-	<b>-1,219.23</b>	<b>2,494.19</b>
Income Taxes	-	-	-	-	-232.71	-232.71
<b>Profit for the year</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>7.10</b>	-	<b>-1,451.95</b>	<b>2,261.48</b>
Items re-classified to OCI (net of tax)	-	-	-	-	-0.04	<b>-0.04</b>
<b>Profit after Tax</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>7.10</b>	-	<b>-1,451.99</b>	<b>2,261.44</b>
<b>OTHER INFORMATION</b>						
Segment Assets	24,233.84	30,088.10	3,042.16	-	-	<b>57,364.10</b>
Unallocated Corporate Assets	-	-	-	-	8,817.46	<b>8,817.46</b>
<b>Total Assets</b>	<b>24,233.84</b>	<b>30,088.10</b>	<b>3,042.16</b>	-	8,817.46	<b>66,181.56</b>
Segment Liabilities	2,002.93	3,091.08	9.71	-	9,534.27	14,638.00
<b>Total Liabilities</b>	<b>2,002.93</b>	<b>3,091.08</b>	<b>9.71</b>	-	9,534.27	<b>14,638.00</b>
Depreciation	672.22	52.34	259.43	-	92.98	<b>1,076.98</b>

Segment reporting for the year ended 31<sup>st</sup> March 2024:

Segment Reporting Disclosure						
Particulars	Tractors	Crane	Others	Eliminations	Unallocable Items	(Rs. In Lacs) Consolidated Total
	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
<b>REVENUE</b>						
External Revenue	18,383.33	16,837.64	25.18	-	-	35,246.15
Inter Segment Revenue	-	-	4,335.31	(4,335.31)	-	-
<b>Total Revenue</b>	<b>18,383.33</b>	<b>16,837.64</b>	<b>4,360.49</b>	<b>(4,335.31)</b>	-	<b>35,246.15</b>
Miscellaneous Income	35.26	0.26	-	-	-	<b>35.52</b>
<b>Segment Revenue</b>	<b>18,418.59</b>	<b>16,837.90</b>	<b>4,360.49</b>	<b>(4,335.31)</b>	-	<b>35,281.67</b>
Interest Income	-	-	-	-	65.51	<b>65.51</b>

Other Unallocable Income	-	-	-	-	-	-
<b>Total Revenue</b>	<b>18,418.59</b>	<b>16,837.90</b>	<b>4,360.49</b>	<b>(4,335.31)</b>	<b>65.51</b>	<b>35,347.17</b>
<b>RESULT</b>						
<b>Segment Result</b>	<b>2,092.69</b>	<b>1,758.87</b>	<b>4.25</b>	-	-	<b>3,855.81</b>
Unallocated Corporate Expenses	-	-	-	-	-	-
Interest Expense	-	-	-	-	(1,715.69)	(1,715.69)
<b>Profit Before Taxation</b>	<b>2,092.69</b>	<b>1,758.87</b>	<b>4.25</b>	-	<b>(1,715.69)</b>	<b>2,140.12</b>
Income Taxes	-	-	-	-	(785.65)	(785.65)
<b>Profit for the year</b>	<b>2,092.69</b>	<b>1,758.87</b>	<b>4.25</b>	-	<b>(2,501.34)</b>	<b>1,354.46</b>
Items re-classified to OCI (net of tax)	-	-	-	-	0.62	<b>0.62</b>
<b>Profit after Tax</b>	<b>2,092.69</b>	<b>1,758.87</b>	<b>4.25</b>	-	<b>(2,501.97)</b>	<b>1,353.84</b>
<b>OTHER INFORMATION</b>						
Segment Assets	30,355.68	10,572.97	2,873.34	-	-	<b>43,801.99</b>
Unallocated Corporate Assets	-	-	-	-	8,570.01	<b>8,570.01</b>
<b>Total Assets</b>	<b>30,355.68</b>	<b>10,572.97</b>	<b>2,873.34</b>	-	<b>8,570.01</b>	<b>52,372.00</b>
Segment Liabilities	2,834.58	2,596.24	3.88	-	16,729.01	22,163.71
<b>Total Liabilities</b>	<b>2,834.58</b>	<b>2,596.24</b>	<b>3.88</b>	-	<b>16,729.01</b>	<b>22,163.71</b>
Depreciation	712.52	38.70	191.82	-	82.11	<b>1,025.15</b>

**b) Additional information by Geographies:**

(Rs. In lacs)

Description	Year ended 31 March 2025	Year ended 31 March 2024
<b>Revenue from operations by geographical market</b>		
India	34,107.78	33,344.27
Outside India	2,569.22	1,901.88
<b>Total</b>	<b>36,676.99</b>	<b>35,246.15</b>
<b>Non-current assets</b>		
India	22,316.21	20,632.46
Outside India	-	-
<b>Total</b>	<b>22,316.21</b>	<b>20,632.46</b>

**c) Revenue from major customers:**

The Company is not reliant on revenues on transactions with any single external customer and does not receive 10% or more of its revenues from transactions with any single external customer.

**Notes:**

- Operating segments have been identified by the company taking into account nature of services, associated risks and returns and internal reporting system that reflects the manner in which operating results are regularly reviewed by the Chief Operating Decision Maker for purpose of making decisions on resources to be allocated to such segments and assess their performance.
- Segment revenue, segment results, segment assets and segment liabilities include the respective amount identifiable for each operating segment.



#### 45 BORROWING COSTS

##### Accounting Policies

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing cost which are not relatable to the qualifying asset are recognized as an expense in the period in which they are incurred. Borrowing cost on specific loans, used on acquisition or construction of fixed assets, which necessarily take a substantial period of time to be ready for their intended use, are capitalised. Other borrowing costs are recognized as an expense in the period in which they are incurred.

#### 46 AUDITOR'S REMUNERATION

(Rs. in Lacs)

Particulars	2024-25	2023-24
Statutory Audit (Incl. of Limited review)	22.75	30.63
Tax Matters	-	-
Other Services	-	-
Reimbursement of Expenses	-	-

#### 47 CORPORATE SOCIAL RESPONSIBILITY

As per section 135 of the Companies Act, 2013, the Company is required to spend 2% of its average net profit of the immediately three preceding financial years on CSR.

(Rs. In Lacs)

S.No.	Particulars	2025	2024
a)	Gross amount required to be spent by the Company during the year based on 2% of average net profits	34.69	26.90
b)	Reversal of last year excess expenditure	26.50	15.78
c)	Amount spent during the year on: i) Construction/acquisition of assets held by the company. ii) On purpose other than above	18.40	37.62
d)	(Excess)/ Shortfall (a)-(b+c)	(10.21)	(26.50)*
e)	Driven by the core purpose and in line with CSR vision, our Company continued to focus on investing in rural development and skill development entrepreneurship by contributing towards National Employability Through Apprenticeship Programme (NETAP).		

\*The Company has an excess CSR spent of Rs. 10.21 lacs (Previous year Rs. 26.50 lacs) which it proposes to offset against future obligations and has recognised the same as an asset in the balance sheet.

Amount recognised as expense in profit or loss is Rs. 34.69 lacs (2024: Rs. 26.90 lacs).

##### In respect to section 135(5) of Companies Act, 2013

(Rs. In Lacs)

For the year ended March 31, 2025				
Particulars	Opening Balance (A)	Required to be spent (B)	Actual spent (C)	Closing Balance (A-B+C)
CSR spent during the year	26.50	34.69	18.40	10.21

#### 48 EARNINGS PER SHARE (EPS)

##### a) Basic Earnings Per Share

(Rs. in Lacs)

Particulars	As at March 31,2025	As at March 31, 2024
Profit/(Loss) as per statement of profit and loss	2261.48	1,354.46
Weighted average number of equity shares outstanding	412.99	375.52
Basic EPS (In Rs)	<b>5.48</b>	<b>3.61</b>

##### b) Diluted Earnings Per Share

(Rs. in Lacs)

Particulars	As at March 31,2025	As at March 31, 2024
<b>Profit attributable to equity shareholders (diluted)</b>	2261.48	1,354.46
<b>Weighted average number of equity shares (diluted)</b>	412.99	375.52
Weighted average number of equity shares (basic)	412.99	375.52
Effect of exercise of share option	-	-
Weighted average number of equity shares (diluted) for the year	412.99	375.52
<b>Diluted earnings per share</b>	<b>5.48</b>	<b>3.61</b>

#### Accounting Policies

##### i) Basic earnings per share

Basic EPS =  $\frac{\text{Profit/(Loss) attributable to owners of the company}}{\text{Weighted average number of equity shares outstanding during the financial year}}$

##### ii) Diluted earnings per share

Diluted EPS =  $\frac{\text{Profit/(loss) attributable to owners of the company}}{\text{Weighted average number of equity shares outstanding during the year after adjustment for the effects of dilutive potential equity shares}}$

#### 49 RELATED PARTY DISCLOSURES

##### a) Related parties where control exists:

###### Subsidiaries:

S.No.	Name of the entity
1	Barota Finance Limited

##### b) Other related parties:

###### Key Managerial Personnel (KMP):

S. No.	Name of KMP	Nature of Relationship
1	Mr. R.S. Khadwalia	Chairman and Managing Director
2	Mr. Anshul Khadwalia	Director till 13-08-2023 Whole Time Director w.e.f. 14-08-2023
3	Mr. Puneet Ralhan	Whole Time Director till 30-01-2024
4	Mr. BK Mahendroo	Independent Director w.e.f. 14-08-2023
5	Ms. Arshdeep Kaur	Independent Director
6	Ms. Babita Dosajh	Independent Director w.e.f. 12-09-2023
7	Mrs. Sunita Saini, Director	Director till 5-08-2023
8	Mr. S.P. Mittal, Director	Director till 5-08-2023
9	Mr. Prem Chand Dhiman	Independent Director till 22-08-2023
10	Mr. Surinder Mohan Singla	Chief Financial Officer till 11-09-2023



S. No.	Name of KMP	Nature of Relationship
11	Ms. Navpreet Kaur	Company Secretary
12	Mr. Varun Sharma	Chief Financial Officer w.e.f. 11-09-2023
13	Mr. Kadappa Adivappa Chinagundi	Whole Time Director till 27-06-2024
14	Mr. Charan Singh Saini	Whole Time Director w.e.f. 12-07-2024

**Close member of KMP:**

S. No.	Close member of KMP	Nature of Relationship
1	Mr. Shubham Khadwalia	Managing Director's Son
2	Ms. Diksha Khadwalia	Whole Time Director's Spouse

**A. Transactions with related parties**

**i) Subsidiary Companies**

(Rs. In Lacs)

Sr. No.	PARTICULARS	31.03.2025	31.03.2024
i.	Investment made in equity shares of Subsidiary	4,500.00	-
ii.	Rent Received	1.20	1.20
iv.	Purchase of Repo Tractors	292.19	377.33
v.	Subvention Charges paid	203.12	345.96
vi.	Advances Given During the year (incl. interest net of TDS)	212.85	307.88
vii.	Advances Received Back	-	755.55
ix.	Interest received	47.98	44.98

**ii) Key Managerial Personnel**

(Rs. In Lacs)

Sr. No.	PARTICULARS	31.03.2025	31.03.2024
i.	Remuneration	256.06	294.73
ii.	Rent Paid	15.21	21.21
iii.	Sitting Fee Paid	6.40	1.40
iv.	Unsecured Loan Received	1500.00	-

**iii) Close member of the Key Managerial Personnel**

(Rs. In Lacs)

Sr. No.	PARTICULARS	31.03.2025	31.03.2024
i.	Remuneration	72.86	80.75
ii.	Rent Paid	18.00	18.00

**B. Outstanding Balances**

(Rs. In lacs)

Sr. No.	PARTICULARS	31.03.2025	31.03.2024
i.	<b>Investment in Subsidiary</b> Barota Finance Limited	6,500.00	2,000.00
ii.	<b>Loans Recoverable</b> Barota Finance Limited	499.76	499.76
iii.	<b>Trade Payables</b> Barota Finance Limited	-	19.15
iv.	<b>Advances Recoverable</b> Barota Finance Limited	212.85	-
v.	<b>Employee Benefit Payable</b> Mr. R.S. Khadwalia Mr. Anshul Khadwalia Ms. Navpreet Kaur	4.97 5.48 0.94	4.98 5.38 0.77

Sr. No.	PARTICULARS	31.03.2025	31.03.2024
	Mr. Surinder Mohan Singla	-	-
	Ms. Diksha Khadwalia	1.88	1.81
	Mr. Shubham Khadwalia	2.36	-
	Ms. Arshdeep Kaur	1.49	-
	Mr. Varun Sharma	1.06	0.91
	Mr. Kadappa Chinagundi	-	4.16
	Mr. Charan Singh Saini	1.83	-
	Ms. Babita Dosajh	1.67	-
	Mr. BK Mahendroo	1.80	-
<b>v.</b>	<b>Security Deposit</b>		
	Mr. Shubham Khadwalia	15.00	15.00
<b>vi.</b>	<b>Unsecured Loan</b>		
	Mr. R.S. Khadwalia	1500.00	-

#### 50 CONTINGENT LIABILITIES AND COMMITMENTS

(Rs. in Lacs)

S.No.	Particulars	As at March 31,2025	As at March 31, 2024
<b>a)</b>	<b>Commitments</b>		
i)	Estimated amount of contracts remaining to be executed on capital account and not provided for	12.72	-
<b>b)</b>	<b>Contingent Liabilities</b>		
i)	Counter guarantee to bank	261.92	175.91
ii)	Corporate Guarantee (given for its subsidiary)	16,500.00	19,500.00
iii)	Bond Executed by the company in favour of DGFT	68.23	68.23
iv)	Claims against the company not acknowledged as debts	854.08	998.14
v)	Excise matters in dispute #	303.67	303.67
vi)	Consumer cases in dispute/Under appeal*	215.31	242.18
vii)	Bill Discounting	-	-
viii)	Income Tax matters in dispute##	19.09	47.94
	<b>Total</b>	<b>18,235.02</b>	<b>21,336.07</b>

#Excise cases related to years November 2003-January 2005 was already decided in favour of Company by Commissioner (Appeals), Customs and Central Excise, Chandigarh and the demand was deleted.

However, the department has elected to file appeal against order with Customs Excise and Service Tax Appellate Tribunal (CESTAT).

The management is hopeful that, same will decided in favour of company and no material liability will devolve on the company in respect of these matters.

## The Company believes, these claims are not tenable and chances of claim materializing are remote. The Company is certain of getting a favorable judgement in the favour of the Company.

\*Interest and claims by customers, suppliers, lenders and employees may be payable as and when the outcome of the related matters is finally determined and hence have not been included above. Management based on legal advice and historical trends, believes that no material liability will devolve on the Company in respect of these matters.



**Accounting Policies:**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent liabilities and commitments are reviewed by the management at each balance sheet date.

Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

**51 DISCLOSURE OF TRANSACTIONS WITH STRUCK OFF COMPANIES**

The company did not have any material transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956 during the financial year.

**52 DISCLOSURE REQUIRED UNDER SECTION 186(4) OF THE COMPANIES ACT, 2013**

The Company had given loan to employees during the year, however in line with Circular No 04/2015 issued by Ministry of Corporate Affairs dated 10 March 2015, loans given to employees as per the Company’s policy are not considered for the purposes of disclosure under Section 186(4) of the Companies Act, 2013.

**53 CREDIT RATING**

The following table presents an analysis of the credit quality of debt securities issued by the Company. Rating has been obtained from credit rating agency Infomeric Valuation and Rating Pvt. Ltd. The details of which are as below:

Nature of Facility	March 31, 2025	March 31, 2024
Long Term Fund Based Facility- Term Loan	IVR A-/ Stable (IVR A Minus with Stable Outlook)	IVR A-/ Stable (IVR A Minus with Stable Outlook)
Long Term Fund Based Facility- OCC/ODBD	IVR A-/ Stable (IVR A Minus with Stable Outlook)	IVR A-/ Stable (IVR A Minus with Stable Outlook)
Short Term Non-Fund Based Facility- ILC/FLC	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)
Short Term Non-Fund Based Facility-BG	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)
Short Term Non-Fund Based Facility- Forward Contract	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)

**54 ADDITIONAL REGULATORY DISCLOSURE REQUIREMENTS**

No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

- a. Crypto Currency or Virtual Currency
- b. Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- c. Registration of charges or satisfaction with Registrar of Companies
- d. Compliance with number of layers of companies
- e. Relating to borrowed funds:
  - i. Wilful defaulter
  - ii. Utilization of borrowed funds & share premium
  - iii. Discrepancy in utilization of borrowings

- f. Title deeds of immovable properties not held in name of company.
- g. Compliance with number of layers of companies
- h. Revaluation of property, Plant and equipment as no such revaluation taken place during the year.

## 55 ANALYTICAL RATIOS

Ratio	Numerator	Denominator	31.03.2025	31.03.2024
Current Ratio	Current Assets	Current Liabilities	2.89	1.52
Debt Equity Ratio	Long term & Short-term borrowings	Equity	0.18	0.55
Debt Service coverage Ratio	Earnings before interest & tax	Interest & Principal due during the year	2.17	2.01
Return on Equity	Net profit after tax	Average of opening & Closing equity shareholder's fund	5.53%	4.67%
Inventory Turnover Ratio	Consumption during the year & change in inventory	Average Inventory Holdings	2.17	2.15
Trade Receivables Turnover Ratio	Revenue from operation	Average Trade Receivables	3.46	3.94
Trade Payables Turnover Ratio	Net Purchases During the year	Average Trade Payables	6.92	6.44
Net Capital Turnover Ratio	Revenue from operations	Average Net Working Capital	2.17	3.98
Net Profit Ratio	Net profit after tax	Revenue from operations	6.17%	3.84%
Return on Capital Employed	Earnings before interest & tax	Average of current year & previous year total equity, Total debt (including current maturities)	7.34%	8.30%
Return on Investment	N/A	N/A	N/A	N/A

### Comments for variations above 25%, if any:

- The current ratio has improved as a result of a reduction in current liabilities, primarily due to the repayment of working capital limits during the financial year.
- The debt-equity ratio has declined following the company's capital infusion through the allotment of 19,00,000 equity shares of ₹10 each at a premium of ₹175 via preferential allotment/private placement, and the issuance of 86,00,000 equity shares of ₹10 each at a premium of ₹205 through an Initial Public Offering (IPO).
- Trade Payable ratio has improved due to reduction in trade payable at the end of financial year.
- Net Capital Turnover Ratio has declined owing to a reduction in current liabilities resulting from the repayment of working capital limits during the year.
- Net Profit has increased due to a lower tax expense, attributed to deferred tax adjustments during the current financial year.

## 56 INITIAL PUBLIC OFFER

During the year ended March 31<sup>st</sup> 2024, the company completed its initial public offer (IPO) of 1,21,00,000 equity shares of face value of Rs. 10 each at an issue price of Rs. 215 each (including a share premium of Rs. 205 per share). The issue comprised of fresh issue of 86,00,000 equity shares aggregating to Rs. 18,490.00 Lakhs and offer for sale of 35,00,000 equity shares aggregating to Rs. 7,525.00 Lakhs. The equity shares of the Company were listed on the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) on January 07, 2025.

Consequent to allotment of fresh issue, the paid-up equity share capital of the Company stands increased from 3,945.16 lakhs consisting of 3,94,51,600 equity shares of Rs. 10 each to Rs. 4,805.16 lakhs.



The total offer expenses were estimated to the fresh issue are Rs. 1683.30 Lakhs (including taxes). The utilisation of IPO proceeds from fresh issue (net of IPO related expense of Rs. 1683.30 Lakhs) is summarised below:

S. No.	Particulars	Amount (in Lakhs)
1.	Gross Proceeds of the Fresh Issue	18,490.00
2.	Less: Company's share of Offer related expenses	1,683.30
<b>TOTAL</b>		<b>16,806.70</b>

The aforesaid offer related expenses in relation to the Fresh Issue have been adjusted against securities premium as per Section 52 of the Companies Act, 2013.

Object for Utilization	Amount Proposed to be utilized for the object	Total Amount Utilized till 31 <sup>st</sup> March, 2025
Repayment and / or prepayment, in part or in full, of certain outstanding loans of the Company	5,000.00	5,000.00
Investment in the Subsidiary, namely Barota Finance Limited	4,500.00	4,500.00
Setting up new Dedicated Unit for Expansion of our Pick & Carry Cranes Manufacturing Capacity	7,007.40	172.39
General Corporate Purposes	299.30	200.88
<b>TOTAL</b>	<b>16,806.70</b>	<b>9,873.27</b>

57 The company has reclassified previous year's figures to confirm to current year's classification. The company's Financial Statements are presented in Indian Rupees and all values are rounded to the nearest Lacs ('00000') or two decimals' places thereof, except when otherwise indicated.

**For Indo Farm Equipment Limited**  
CIN: L29219CH1994PLC015132

As per our report of even date  
For DEEPAK JINDAL & CO.  
Chartered Accountants  
Firm Regn. No.: 023023N

**R.S. Khadwalia**  
Chairman cum Managing Director  
(DIN:00062154)

**Anshul Khadwalia**  
Director  
(DIN:05243344)

**Varun Sharma**  
Chief Financial Officer  
PAN:FNHPS7649L

**Navpreet Kaur**  
Company Secretary  
PAN:ANMPK5801G

**Deepak Jindal**  
(Partner)  
M. No.: 514745  
UDIN.: 25514745BMOEWQ6296

**Gurvinder Singh Chadha**  
General Manager  
(PAN:AHEPC6779P)

Place: Chandigarh  
Date: 28-05-2025

Place: Chandigarh  
Date: 28-05-2025

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF INDO FARM EQUIPMENT LIMITED**

#### **Report on the Audit of the Consolidated Financial Statements**

##### **Opinion**

We have audited the accompanying consolidated financial statements of **INDO FARM EQUIPMENT LIMITED** (the "Company") and its subsidiary namely Barota Finance Limited (the Company and its subsidiaries together referred to as the "Group") which comprise the Consolidated Balance Sheet as at March 31, 2025, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements, give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2025 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

##### **Basis for Opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

##### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. In our opinion, there is no Key Audit Matter to be reported.

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

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's



Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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 Responsibilities for the Consolidated Financial Statements**

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Boards of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

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

considered material if, individually economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary company which are companies incorporated in India, 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 the 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 ability of the Group to continue as a going concern.
- If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements.

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 of the Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the



planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

### **Other Matters**

We have not carried out the audit of the subsidiary Company namely Barota Finance Limited. We have relied on the unaudited financial statements of these subsidiary for the Year ended March 31, 2025, which have been incorporated in the consolidated financial statements. The annual financial statements of subsidiaries reflect total assets of ₹ 1,733.24 million as at March 31, 2025 (Previous year ₹ 1,503.04 million), total revenues of ₹ 224.50 million (Previous year ₹ 262.30 million) and net cash inflows amounting ₹ 355.78 million for the year ended on that date (Previous year inflow of ₹ 10.43 million). These annual financial statements, as approved by the Board of Directors of the subsidiary company, have been furnished to us by the management, and our report, in so far as it relates to the amounts included in respect of the subsidiaries, is based solely on such approved financial statements.

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

- 1.** As required by Section 143(3) of the Act, based on our audit we report that:
  - a.** We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b.** In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept 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, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d.** In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under section 133 of the Act.
  - e.** On the basis of the written representations received from the directors of the Company as on March 31, 2025 taken on record by the Board of Directors of the Company and the reports of the statutory

auditors of its subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in “Annexure A” which is based on the auditors’ reports of the Company and its subsidiary company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.

g. With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

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

i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.

ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long- term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary company incorporated in India.

iv. (a) The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiary to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiary (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



- (b)** The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiary from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiary shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (c)** Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiary which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v.** No dividend has been declared or proposed during the year. Accordingly, the clause is not applicable.
- vi.** Based on our examination, which included test checks, the company has used accounting software for maintaining its books of accounts for the financial year ended March 31, 2025 which has a feature of recording the audit trail (edit log) facility and the same has operated throughout the year for all the relevant transactions recorded in the software. Further, during the course of our audit we didn’t come across instance of the audit trail feature being tempered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023 reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2025.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, the clause is not applicable as no Domestic Subsidiaries are there.

**For Deepak Jindal & Co.**  
Chartered Accountants  
(Firm's Registration No. 023023N)

**(Deepak Jindal)**  
Partner  
(Membership No. 514745)  
UDIN: 25514745BMOEWR8073

Place: Chandigarh  
Date: 28-05-2025



## **ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT**

**(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of INDO FARM EQUIPMENT Limited of even date)**

### **Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the “Act”)**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2025, we have audited the internal financial controls over financial reporting of **INDO FARM EQUIPMENT Limited** (hereinafter referred to as the “Company”) and its subsidiary company, which are companies incorporated in India, as of that date.

#### **Management’s Responsibility for Internal Financial Controls**

The respective Boards of Directors of the Company and its subsidiary company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the “ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditor’s Responsibility**

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company and its subsidiary company, which are companies incorporated in India.

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the Company and its subsidiary company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

**For Deepak Jindal & Co.**

Chartered Accountants

(Firm's Registration No. 023023N)

**(Deepak Jindal)**

Partner

(Membership No. 514745)

UDIN: 25514745BMOEWR8073

Place: Chandigarh

Date: 28-05-2025



**Indo Farm Equipment Limited**  
**Consolidated Balance Sheet as at 31st March 2025**  
*(All amounts in Lacs unless stated otherwise)*

Particulars	Notes	As at 31st March 2025	As at 31st March 2024
<b>Assets</b>			
<b>Non-current assets</b>			
Property, Plant & Equipment	2(a)	20,682.55	19,670.41
Capital work-in-progress	2(b)	918.19	510.75
Other Intangible assets	3	672.49	496.28
<b>Financial Assets</b>			
Investments	4	17.28	15.40
Loans	5	7,424.36	8,331.98
Other financial assets	6	255.11	208.28
Deferred Tax Assets	7	-	-
Other Assets	8	102.68	3.91
<b>Total Non Current Assets</b>		<b>30,072.65</b>	<b>29,237.02</b>
<b>Current assets</b>			
Inventories	9	17,296.55	16,485.28
<b>Financial assets</b>			
Trade receivables	10	10,777.15	10,439.86
Cash and cash equivalents	11	5,959.63	1,405.60
Bank Balances other than Cash and cash equivalents	11	5,113.67	118.96
Loans	5	5,808.88	6,279.52
Other financial assets	6	-	-
Income Tax Assets	12	26.73	26.73
Other Assets	8	1,133.96	801.97
<b>Total Current Assets</b>		<b>46,116.56</b>	<b>35,557.91</b>
<b>Total Assets</b>		<b>76,189.21</b>	<b>64,794.94</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	13	4,805.16	3,755.16
Other Equity		48,329.56	27,951.08
<b>Total Equity</b>		<b>53,134.72</b>	<b>31,706.24</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	5,780.09	8,365.67
Other financial liabilities	15	404.58	354.21
Lease Liability		110.31	145.41
Deferred Tax Liability	7	29.59	285.98
Provisions	16	220.40	191.78
<b>Total Non-current liabilities</b>		<b>6,544.97</b>	<b>9,343.04</b>

Particulars	Notes	As at	As at
		31st March 2025	31st March 2024
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	11,417.69	18,688.19
<b>Trade payables</b>			
Total outstanding dues of Micro Enterprises and Small Enterprises	17	280.87	838.74
Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	17	2,968.40	2,666.08
Other financial liabilities	15	1,078.36	871.39
Lease Liability		35.10	17.13
Other current liabilities	18	115.91	133.77
Provisions	16	524.03	412.66
Income Tax Liability (Net)	12	89.16	117.69
<b>Total Current liabilities</b>		<b>16,509.53</b>	<b>23,745.65</b>
<b>Total equity and liabilities</b>		<b>76,189.21</b>	<b>64,794.94</b>
<b>The accompanying notes 1 to 62 are an integral part of these consolidated financial statements</b>			

**For Indo Farm Equipment Limited**  
CIN: L29219CH1994PLC015132

As per our report of even date  
**For DEEPAK JINDAL & CO.**  
Firm Regn. No.: 023023N

**R.S. Khadwalia**  
Chairman cum Managing Director  
(DIN:00062154)

**Anshul Khadwalia**  
Director  
(DIN:05243344)

**Varun Sharma**  
Chief Financial Officer  
(PAN: FNHPS7649L)

**Navpreet Kaur**  
Company Secretary  
(PAN: ANMPK5801G)

**Deepak Jindal**  
(Partner)  
M. No.: 514745  
UDIN: 25514745BMOEWR803

**Gurvinder Singh Chadha**  
General Manager  
PAN: AHEPC6779P

Place: Chandigarh  
Date: 28-05-2025



**Indo Farm Equipment Limited**

**Consolidated Statement of Profit and Loss for the year ended 31st March 2025**

*(All amounts in Lacs unless stated otherwise)*

Particulars	Notes	Period ended 31st March 2025	Year ended 31st March 2024
<b>INCOME</b>			
Revenue from operations	<b>19</b>	38,718.92	37,523.17
Other income	<b>20</b>	262.17	72.13
<b>Total A</b>		<b>38,981.10</b>	<b>37,595.30</b>
<b>Expenses</b>			
Raw Material Consumed	<b>21</b>	23,858.06	21,848.46
Changes in Inventories of Finished Goods and Work-In-Progress	<b>22</b>	(1,234.27)	223.04
Employee Benefit Expense	<b>23</b>	4,575.78	4,608.20
Finance Cost	<b>24</b>	2,391.27	2,830.92
Depreciation and Amortization	<b>25</b>	1,081.48	1,031.36
Other Expenses	<b>26</b>	5,692.23	4,664.02
<b>Total B</b>		<b>36,364.55</b>	<b>35,206.00</b>
<b>Profit before tax (A-B)</b>		<b>2,616.54</b>	<b>2,389.30</b>
<b>Tax Expense</b>	<b>7</b>		
Current Tax		494.47	466.83
Deferred Tax		(382.93)	74.74
MAT utilisation/(recognition)		150.32	307.45
<b>Profit for the year</b>		<b>2,354.68</b>	<b>1,540.28</b>
<b>Other Comprehensive Income</b>	<b>7</b>		
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of defined benefit liability		(0.06)	(0.88)
Income tax related to items that will not be reclassified to profit or loss		0.02	0.26
<b>Other Comprehensive Income/(loss) for the year (net of tax)</b>		<b>(0.04)</b>	<b>(0.62)</b>
<b>Total Comprehensive income for the period</b>		<b>2,354.64</b>	<b>1,539.66</b>

Particulars	Notes	Period ended 31st March 2025	Year ended 31st March 2024
<b>Earnings per equity share (Restated) (Refer Note 49)</b>			
Basic (Rs.)		5.70	4.10
Diluted (Rs.)		5.70	4.10

The accompanying notes 1 to 62 are an integral part of these consolidated financial statements

For Indo Farm Equipment Limited  
 CIN: L29219CH1994PLC015132

As per our report of even date  
 For DEEPAK JINDAL & CO.  
 Firm Regn. No.: 023023N

R.S. Khadwalia  
 Chairman cum Managing Director  
 (DIN:00062154)

Anshul Khadwalia  
 Director  
 (DIN:05243344)

Varun Sharma  
 Chief Financial Officer  
 (PAN: FNHPS7649L)

Navpreet Kaur  
 Company Secretary  
 (PAN:ANMPK5801G)

Deepak Jindal  
 (Partner)  
 M. No.: 514745  
 UDIN: 25514745BMOEWR8073

Gurvinder Singh Chadha  
 General Manager  
 PAN:AHEPC6779P

Place: Chandigarh  
 Date: 28-05-2025



**Indo Farm Equipment Limited**  
**Consolidated Statement of Cash Flows for the year ended 31st March 2025**  
*(All amounts in lakhs unless stated otherwise)*

Particulars	As At 31st March 2025	As At 31st March 2024
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before Tax & Extra Ordinary Items	2,616.54	2,389.30
Adjustments For :		
Depreciation	1,081.48	1,031.36
Provision for Standard & Non-Standard Assets	3.03	50.98
Provision for Employees Retirement Benefits	133.58	33.96
Provision for Warranties & Servicing costs	3.33	1.89
Gain on investments through FVTPL	(1.87)	(6.83)
Loss/ (Profit) on Sale of Fixed Assets	1.93	(0.40)
Interest Income	(174.66)	(20.53)
Interest on Borrowings	2,391.27	2,830.92
Interest on Lease Liability	16.25	-
Dividend Received	(0.53)	(0.50)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>6,070.35</b>	<b>6,310.16</b>
Adjustments For :		
(Increase)/Decrease in Inventory	(811.28)	(196.75)
(Increase)/Decrease in Trade Receivables	(337.29)	(3,000.56)
Increase/(Decrease) in Loans and Advances	-	(13.40)
Increase/ (Decrease) in Other Current Assets	(331.98)	(85.11)
Increase/(Decrease) in Trade payables	(255.54)	412.38
Increase/ (Decrease) in Other current liabilities	239.49	(83.93)
(Increase)/ Decrease in Non Current Assets	(128.81)	342.04
<b>OPERATING PROFIT AFTER WORKING CAPITAL CHANGES</b>	<b>4,444.93</b>	<b>3,684.84</b>
<b>Cash Flow From Operating Activities: (Related to Subsidiary Company)</b>		
Increase Short Term Loans and Advance	470.64	(17.52)
Increase in Long Term Loans & Advances	907.63	854.92
<b>CASH (USED)/GENERATED FROM OPERATIONS</b>	<b>5,823.20</b>	<b>4,522.24</b>
Direct Taxes Paid	(523.00)	(463.98)
<b>CASH FLOW BEFORE EXTRA-ORDINARY ITEMS</b>	<b>5,300.19</b>	<b>4,058.25</b>
Extra-Ordinary Items	-	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>5,300.19</b>	<b>4,058.25</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(2,685.00)	(911.64)
Interest Received	174.66	20.53
Dividend Received	0.53	0.50
Sale of Fixed Assets	5.81	643.45
Fixed Deposits Matured/ (Placed)	(5,035.27)	(11.53)
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(7,539.26)</b>	<b>(258.68)</b>

Particulars	As At 31st March 2025	As At 31st March 2024
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	-	
Proceeds/(Repayment) from Term Loans from Banks	(3,786.99)	(2,407.32)
Proceeds/(Repayment) from Working Capital Limits from Banks	(7,569.09)	1,395.88
Proceeds/(Repayment) from Unsecured Loans	1,500.00	-
Proceeds/(Repayment) from Lease Liability	(33.39)	162.54
Interest Paid	(2,391.27)	(2,830.92)
Proceeds from Issue of Share Capital	20,183.84	-
Share application money received /(adjusted) towards allotment	(1,110.00)	1,110.00
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES (C)</b>	<b>6,793.09</b>	<b>(2,569.82)</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>4,554.03</b>	<b>1,229.75</b>
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,405.60	175.85
<b>CASH &amp; CASH EQUIVALENTS AT THE CLOSE OF THE YEAR</b>	<b>5,959.63</b>	<b>1,405.60</b>

**Note:**

1. The above Consolidated Cash Flow Statement has been prepared under the "indirect method" as set out in 'Indian Accounting Standard (IND AS) 7 - Statement of Cash Flows'

The accompanying notes 1 to 62 are an integral part of these consolidated financial statements

For Indo Farm Equipment Limited  
CIN: L29219CH1994PLC015132

As per our report of even date  
For DEEPAK JINDAL & CO.  
Firm Regn. No.: 023023N

R.S. Khadwalia  
Chairman cum Managing Director  
(DIN:00062154)

Anshul Khadwalia  
Director  
(DIN:05243344)

Varun Sharma  
Chief Financial Officer  
(PAN: FNHPS7649L)

Navpreet Kaur  
Company Secretary  
(PAN:ANMPK5801)

Deepak Jindal  
(Partner)  
M. No.: 514745  
UDIN: 25514745BMOEWR8073

Gurvinder Singh Chadha  
General Manager  
PAN: AHEPC6779P

Place: Chandigarh  
Date: 28-05-2025



**Indo Farm Equipment Limited**

**Consolidated Statement of Changes in Equity for the Year Ended 31st March 2025**

A. Equity Share Capital <span style="float: right;">(Rs. In lacs)</span>				
Balance as at April 1, 2024	Changes in Equity Share Capital Due to Prior Period Errors	Restated Balance as at April,1 2024	Changes in Equity Share Capital during the year	Balance as at March 31, 2025
3,755.16	-	3,755.16	1,050.00	4,805.16
Balance as at April 1, 2023	Changes in Equity Share Capital Due to Prior Period Errors	Restated Balance as at April,1 2023	Changes in Equity Share Capital during the year	Balance as at March 31, 2024
1,877.58	-	1,877.58	1,877.58	3,755.16

B. Other Equity <span style="float: right;">(Rs. In lacs)</span>						
Particulars	Other Equity					
	Share Application Money	Security Premium	General Reserves	Statutory Reserve	Retained Earnings	Total Other Equity
<b>Balance as at April 1, 2024</b>	1,110.00	-	3,968.81	244.22	22,628.05	27,951.08
<b>Changes in other equity for the Year ended March31, 2025</b>						
Bonus Issue of Shares	-	-	-	-	-	-
Profit for the period	-	-	-	-	2,354.68	2,354.68
Transfer to Statutory Reserve	-	-	-	23.30	(23.30)	-
Other Comprehensive Income	-	-	-	-	(0.04)	(0.04)
Share Premium	-	20,955.00	-	-	-	20,955.00
Share Application Money received pending for allotment	-1,110.00	-	-	-	-	(1,110.00)
Share Issue Expenses	-	-1,821.16	-	-	-	(1,821.16)
<b>Balance as at March 31,2025</b>	-	19,133.84	3,968.81	267.52	24,959.38	48,329.56

Particulars	Other Equity					
	Share Application Money	Security Premium	General Reserves	Statutory Reserve	Retained Earnings	Total Other Equity
<b>Balance as at April 1, 2023</b>	-	-	<b>5,846.39</b>	<b>197.97</b>	<b>21,134.64</b>	<b>27,179.00</b>
<b>Changes in other equity for the year ended March 31, 2024</b>						
Bonus Issue of Shares	-	-	(1,877.58)	-	-	(1,877.58)
Profit for the period	-	-	-	-	1,540.28	1,540.28
Transfer to Statutory Reserve	-	-	-	46.25	(46.25)	-
Other Comprehensive Income	-	-	-	-	(0.62)	(0.62)
Share Application Money received pending for allotment	1,110.00	-	-	-	-	1,110.00
<b>Balance as at March 31, 2024</b>	<b>1,110.00</b>	<b>-</b>	<b>3,968.81</b>	<b>244.22</b>	<b>22,628.05</b>	<b>27,951.08</b>

**C. Description of the nature and purpose of other Equity:**

- (i) **Securities Premium:** Securities premium reserve is used to record the premium on issue of shares. This has been further used to issue bonus shares to the existing shareholders of the Company and towards expenses incurred for the purpose of Issue of Shares pursuant to Pre-IPO Placement.
- (ii) **General reserve:** General Reserve Comprises of transfer of profits from retained earnings for appropriation purposes. The reserve can be distributed/ utilised by the Company in accordance with the Companies Act.
- (iii) **Retained Earnings:** Retained Earnings comprise of accumulated balance of profits/ (losses) of current and prior years including transfers made to/ from other reserves from time to time. The reserve can be utilized or distributed by the Company in accordance with the provisions of the Companies Act, 2013.
- (iv) **Share Application Money:** Pursuant to the Pre IPO placement, the company has allotted 19 Lacs equity shares to certain investors at issue price of Rs. 185 per equity share till June 2024. The company has received Rs 1110.00 Lakhs from investors and the same has classified into other equity as share application money pending allotment. As on March 31, 2024 the proceeds of Rs 1110.00 Lakhs were lying in the special account.
- (vi) **Statutory Reserve:** Statutory reserve represents reserve fund created pursuant to Section 45-IC of the RBI Act, 1934 through transfer of specified percentage of net profit every year before any dividend is declared. The reserve fund can be utilised only for limited purposes as specified by RBI from time to time and every such utilisation shall be reported to the RBI within specified period of time from the date of such utilisation.



## Indo Farm Equipment Limited

CIN: L29219CH1994PLC015132

### 8. Overview and Notes to the Consolidated Financial Statements

#### 1.1 Company Overview

Indo Farm Equipment Limited (the holding company) is a public limited company incorporated under the provisions of the Companies Act, 1956 on 5<sup>th</sup> October 1994 and commenced its operations of manufacture of Tractor and its components in the year 2000.

#### 1.2 Basis of Preparation of Financial Statements

##### i) Statement of Compliance

The Consolidated financial statements of INDO FARM EQUIPMENT LIMITED (“the holding company”) and its subsidiary company (BAROTA FINANCE LIMITED) (collectively referred to as “the Group”) have been prepared and presented in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended notified under Section 133 of Companies Act, 2013, (“the Act”) and other relevant provisions of the Act. All the amounts included in the financial statements are reported in Lacs of Indian Rs. and are rounded off to two decimals, except per share data.

The Subsidiary company i.e. Barota Finance Limited is a NBFC and its standalone financial statements are prepared as per Indian GAAP. The consolidation is done as per Indian Accounting Standards (Ind AS) and the necessary changes and reclassifications have been carried out accordingly.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The material accounting policies information used in preparation of audited consolidated financial statements have been discussed in the respective notes.

##### ii) Principles of Consolidation

The consolidated financial statements include the financial statements of Indo Farm Equipment Limited., the Holding company, and its subsidiary company – Barota Finance Limited.

The proportion of ownership of the subsidiary company in the consolidation of financial statements is as follows-

Name of Company	Proportion of Ownership	
	March 31, 2025	March 31, 2024
Barota Finance Limited	100%	100%

As Ind AS is not applicable on Subsidiary company Financial Statements which is a NBFC, So, the consolidated financial statements have been combined on a line-by-line basis by adding the book values of the items of assets, liabilities, income and expenses, after eliminating intra-group balances/transactions and resulting unrealized profit in full.

The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the holding company for its separate financial statements.

The consolidated financial statements have been prepared in accordance with Indian Accounting Standard (Ind AS- 110) – “Consolidated Financial Statements” issued by The Institute of Chartered Accountants of India”.

iii) **Basis of Measurement**

The Consolidated financial statements have been prepared under historical cost convention on accrual basis except certain items which have been measured at fair value. 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.

iv) **Measurement of Fair Values**

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

-----Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

-----Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

v) **Use of estimates and judgements**

The preparation of consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognized in the year in which the estimate is revised and future years affected.

Key sources of estimation uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of useful lives of property, plant and equipment, intangible assets, provision for product warranties, fair value of financial assets/liabilities and impairment of investments.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumption in these financial statements have been disclosed in Note – 1.3 below.

**1.3 Critical Accounting Estimates and Judgements**

viii) **Revenue Recognition**

Revenue is recognized to the extent that it can be reliably measured and is probable that the economic benefits will flow to the Group.



e) **Sale of Goods:**

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of sales returns and sales tax but including export benefits accruing on export sales.

Revenue is also recognized for goods sold but not dispatched, where the property in such goods is transferred from the seller to the buyers and where dispatches could not be made on account of practical difficulties at the buyers' end.

f) **Interest:**

Interest is recognized on a time proportion basis taking into account the amount of underlying outstanding and the rate applicable.

g) **Dividends:**

Dividend from investments is recognized in the Profit and Loss Account when the right to receive payment is established.

h) **Export Benefits:**

Export benefits and other benefits are accounted for on accrual basis.

ix) **Useful lives of property, plant and equipment and intangible assets**

The Group reviews the useful lives of property, plant and equipment and intangible assets at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods.

x) **Provision for product warranties**

The Group recognises provision for warranties in respect of the products that it sells. Provisions are discounted, where necessary, to its present value based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

xi) **Fair value of financial assets and liabilities and investments**

The Group measures certain financial assets and liabilities on fair value basis at each balance sheet date or at the time they are assessed for impairment. Fair value measurement that are based on significant unobservable inputs (Level 3) requires estimates of operating margin, discount rate, future growth rate, terminal values, etc. based on management's best estimate about future developments.

xii) **Defined Benefits and other long term benefits**

The cost of the defined benefit plans such as gratuity and leave encashment are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account inflation, seniority, promotion and other relevant factors on long-term basis.

**xiii) Income Taxes****Current Tax**

Current tax is determined as the amount of tax payable in respect of taxable income for the year. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

The Subsidiary Company has applied Section 115BAA of Income Tax Act, 1961 during the year.

**Deferred Tax**

Deferred tax is the effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are reviewed at each balance sheet date and recognized/derecognized only to the extent that there is reasonable/virtual certainty, depending on the nature of the timing differences, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**Minimum Alternate Tax (MAT)**

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Group will pay normal income tax during the specified period. In the period in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of profit and loss and shown as MAT credit entitlement. The Group reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent it is not reasonably certain that the Group will pay normal income tax during the specified period.

**Current and Deferred Tax for the Year**

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

**xiv) Leases**

As a Lessee

The Group accounts for assets taken under lease arrangement in the following manner:

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the present value of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received.

The right-of-use asset is included within the same line item as that within which the corresponding underlying asset would be presented if they were owned. The right-of-use asset is disclosed under the Leasehold Land in the balance sheet. The right of use asset is subsequently depreciated using the straight-line method from the commencement date to the end of committed lease term. The estimated useful lives of right-of-use are determined as lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Group's incremental borrowing rate. Lease payments included in the measurement of the lease liability comprise the fixed payments, including in substance fixed payments. The lease liability is measured at amortised cost using the effective interest method. It



is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in Group's estimate of the amount expected to be payable under a residual value guarantee, or if the Group changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**Short-term leases and leases of low-value assets**

The Group has elected not to recognise right-of use assets and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low value assets. The Group recognises the lease payments associated with these leases as an expense on a straight- line basis over the lease term.

**Indo Farm Equipment Limited**
**Notes to the Consolidated financial statements for the year ended 31st March 2025**
*(All amounts in Lacs unless stated otherwise)*
**Note - 2(a)- "Property, Plant & Equipment"**

Particulars	Gross block				Accumulated depreciation and amortisation					Net block	
	As at 1st April 2024	Additions during the year	Sales / adjustment during the period	As at 31st March 2025	As at 1st April 2024	For the year	Adjustment to Retained Earning	Sales / Adjustment during the Period	As at 31st March 2025	As at 31st March 2025	As at 31st March 2024
<b>Tangible assets#</b>											
Leasehold land##	7,120.43	-	-	7,120.43	8.21	2.68	-	-	10.88	7,109.54	7,112.22
Land	1,052.17	-	-	1,052.17	-	-	-	-	-	1,052.17	1,052.17
Buildings	4,144.01	-	-	4,144.01	1,515.95	74.90	-	-	1,590.85	2,553.16	2,628.06
Plant & Machinery	14,065.91	1,430.20	-	15,496.11	5,640.02	709.24	-	-	6,349.26	9,146.85	8,425.88
Furniture & Fixture	322.74	1.03	-	323.77	245.75	7.33	-	-	253.09	70.68	76.98
Computer Equipments	385.94	9.25	-	395.19	341.35	6.86	-	-	348.21	46.98	44.59
Vehicles	1,103.36	470.76	19.53	1,554.60	820.32	90.31	-	11.79	898.84	655.76	283.04
Office Equipments	208.46	6.09	-	214.56	160.99	6.16	-	-	167.15	47.41	47.47
<b>Total</b>	<b>28,403.02</b>	<b>1,917.34</b>	<b>19.53</b>	<b>30,300.83</b>	<b>8,732.60</b>	<b>897.47</b>	<b>-</b>	<b>11.79</b>	<b>9,618.28</b>	<b>20,682.55</b>	<b>19,670.41</b>
Previous Year	26,321.41	1,867.35	1.34	28,187.43	7,366.33	784.55	0.00	0.68	8,150.20	20,037.23	18,955.08

**Note - 2(b)- "CWIP"**

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Opening Gross Carrying Value</b>	510.75	805.74
Add: Additions during the year	913.32	510.75
Less: Capitalization during the year	(505.88)	(805.74)
<b>Closing Gross Block#</b>	<b>918.19</b>	<b>510.75</b>

**#CWIP:**

- For details of PPE and ageing of CWIP, refer Note 29
- The above schedule is not related to the object of issue.
- There is no item in CWIP, whose completion is overdue or has exceeded its cost compared to its original plan or which is temporarily suspended.

**## Leasehold land:**

- The leasehold land represents land taken on lease for 95 years
- The Group does not have any immovable property whose title deeds are not held in the name of the Group except those held under lease arrangements for which lease agreements are duly executed in the favour of the Group.



(Rs. In Lakh)

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note-3 "Other Intangible Assets"</b>		
<b>Technical Know How:</b>		
<b>Opening Gross Carrying Value</b>	1,275.88	1,186.63
Additions during the year	360.22	89.24
Deletions during the year	-	-
<b>Closing Gross Block#</b>	<b>1,636.09</b>	<b>1,275.88</b>
<b>Opening Accumulated amortization</b>	779.59	589.39
Amortization during the year	184.01	190.21
<b>Closing Accumulated amortization</b>	<b>963.61</b>	<b>779.59</b>
<b>Net Carrying value as of March 31,2025</b>	<b>672.49</b>	<b>496.28</b>
#For nature and ageing of Intangible assets, refer Note 30		
<b>Note-4 "Non Current Investments"</b>		
<b>In Others</b>		
18,000 equity shares of Rs 10/- each fully paid-up in Shivalik Solid Waste Management Limited (Previous Year Rs. 1.80 lacs)	1.80	1.80
	<b>1.80</b>	<b>1.80</b>
<b>QUOTED (Designated and Carried at FVTPL)</b>		
<b>In Others</b>		
5000 equity shares of Rs 2/- each fully paid-up in Canara Bank (Market Value as on March 31, 2025: Rs. 89.02 per share)	4.45	5.81
1000 equity shares of Rs 10/- each fully paid-up in Max Estates Limited (Market Value as on March 31, 2025: Rs. 389.35 per share)	3.89	2.75
100 equity shares of Rs 10/- each fully paid-up in MCX India Limited (Market Value as on March 31, 2025: Rs. 5310.80 per share)	5.31	3.35
200 equity shares of Rs 10/- each fully paid-up in Jindal Steels & Power Limited (Market Value as on March 31, 2025: Rs. 912.05 per share)	1.82	1.70
	<b>15.48</b>	<b>13.60</b>
<b>Total</b>	<b>17.28</b>	<b>15.40</b>

(Rs. In Lakh)

Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Note-5 "Loans"</b>				
<b>Other Loans:</b>				
Loans & Advances to Staff	-	-	62.95	71.16
Hypothecation Loans - Secured and considered Good <sup>#</sup>	6,890.68	7,773.45	4,752.49	5,610.59
Hypothecation Loans - Secured and considered Doubtful <sup>#</sup>	533.67	558.53	-	-
Trade Advances	-	-	993.43	597.77
	<b>7,424.36</b>	<b>8,331.98</b>	<b>5,808.88</b>	<b>6,279.52</b>
<sup>#</sup> For provisioning on the hypothecation loans, Refer Note 16				
<b>Note-6 "Other Financial Assets"</b>				
Security Deposits	117.56	111.28	-	-
Bank Deposits with more than 12 Months Maturity	137.56	97.00	-	-
	<b>255.11</b>	<b>208.28</b>	-	-

<b>NOTE - 7 "Income Taxes"</b>					
<b>Deferred Tax (Assets)/Liabilities (Net)</b>					
Particulars	<b>(Rs. in Lacs)</b>				
	As At April 1, 2024	Charge/(Credit) to Profit or Loss	Other Adjustments	Charge/(Credit) to OCI	As At March 31, 2025
<b>Tax Effect of items resulting in taxable temporary differences</b>					
Allowances on Property, Plant and Equipment and Intangible Assets	1,382.39	82.39	-	-	1,464.78
Others	3.16	0.55	-	-	3.71
<b>Tax effect of items resulting in deductible temporary differences</b>					
Provision for Employee Benefits	(93.56)	(37.84)	-	(0.02)	(131.41)
Carry Forward of Losses	(0.00)	-	-	-	(0.00)
Others Expenses and Provisions	(259.64)	(428.03)	-	-	(687.66)
					-
<b>Deferred Tax (Assets)/Liabilities (Net)</b>	<b>1,032.35</b>	<b>(382.93)</b>	-	<b>(0.02)</b>	<b>649.41</b>
<b>Minimum Alternate Tax Credit</b>	<b>(746.37)</b>	<b>150.32</b>	<b>(23.77)</b>	-	<b>(619.82)</b>
<b>Net Deferred Tax (Assets)/Liabilities</b>	<b>285.98</b>	<b>(232.60)</b>	<b>(23.77)</b>	<b>(0.02)</b>	<b>29.59</b>



(Rs. In Lakh)

(Rs. In Lacs)					
<b>"Deferred Tax (Assets)/Liabilities (Net)"</b>					
Particulars	As At April 1, 2023	Charge/(Credit) to Profit or Loss	Other Adjustments	Charge/(Credit) to OCI	As At March 31, 2024
<b>Tax Effect of items resulting in taxable temporary differences</b>					
Allowances on Property, Plant and Equipment and Intangible Assets	1,282.21	100.18	-	-	1,382.39
Others	1.17	1.99	-	-	3.16
		-	-	-	
<b>Tax effect of items resulting in deductible temporary differences</b>					
Provision for Employee Benefits	(83.76)	(9.54)	-	(0.26)	(93.56)
Carry Forward of Losses	(0.00)	-	-	-	(0.00)
Others Expenses and Provisions	(241.75)	(17.88)	-	-	(259.64)
<b>Total Deferred Tax (Assets)/Liabilities (Net)</b>	<b>957.87</b>	<b>74.74</b>	<b>-</b>	<b>(0.26)</b>	<b>1,032.35</b>
<b>Minimum Alternate Tax Credit</b>	<b>(1,053.82)</b>	<b>307.45</b>	<b>-</b>	<b>-</b>	<b>(746.37)</b>
<b>Net Deferred Tax (Assets)/ Liabilities</b>	<b>(95.95)</b>	<b>382.19</b>	<b>-</b>	<b>(0.26)</b>	<b>285.98</b>

<b>Note-7 "Income Taxes"</b>		(Rs. In Lacs)	
Particulars	As At March 31, 2025	As At March 31, 2024	
<b>Current Tax:</b>			
In Respect of Current Year	486.32	447.62	
In Respect of Prior Years	8.15	19.21	
<b>Total (A)</b>	<b>494.47</b>	<b>466.83</b>	
<b>Minimum Alternate Tax Credit:</b>			
Utilisation/(recognition) of Minimum Alternate Tax Credit	150.32	307.45	
<b>Total (B)</b>	<b>150.32</b>	<b>307.45</b>	
<b>Deferred Tax :</b>			
In respect of current year origination and reversal of Temporary Differences	(382.94)	74.49	
In Respect of Prior Year			
<b>Total (C)</b>	<b>(382.94)</b>	<b>74.49</b>	
<b>Total Income Tax recognised in Profit or Loss</b>	<b>Total (A+B+C)</b>	<b>261.85</b>	<b>848.76</b>
<b>Amount of tax Recognised in other Comprehensive Income</b>			
Particulars	For the Year ended March 31 , 2025		
	Before Tax	Tax Benefit	Net of Tax
<b>Items that will not be reclassified to Profit or Loss</b>			
Remeasurements of defined benefit liability (asset)	(0.06)	0.02	(0.04)
	(0.06)	0.02	(0.04)

(Rs. In Lakh)

Particulars	For the Year ended March 31, 2024		
	Before Tax	Tax Benefit	Net of Tax
<b>Items that will not be reclassified to Profit or Loss</b>			
Remeasurements of defined benefit liability (asset)	(0.88)	0.26	(0.62)
	(0.88)	0.26	(0.62)

#### Note-8 "Other Assets"

Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
Capital Advances	84.68	3.91	-	-
Prepaid Expenses	-	-	119.90	140.26
Preliminary Expenses	18.00	-	-	-
Others	-	-	339.25	489.22
Balance with revenue authorities	-	-	674.81	172.50
	<b>102.68</b>	<b>3.91</b>	<b>1,133.96</b>	<b>801.97</b>

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note-9 "Inventory"</b>		
<b>(As Certified by The Management)</b>		
Raw Material	7,946.93	8,369.93
Work In Progress	4,477.03	4,768.12
Finished Goods	4,872.59	3,347.23
	<b>17,296.55</b>	<b>16,485.28</b>
<b>Note-10 "Trade Receivables"</b>		
Unsecured , considered good <sup>#</sup>	10,777.15	10,439.86
Credit Impaired	684.35	684.35
	11,461.51	11,124.22
Less: Loss Allowance <sup>##</sup>	684.35	684.35
	<b>10,777.15</b>	<b>10,439.86</b>
<sup>#</sup> For ageing of trade receivables, refer Note 36 <sup>##</sup> For movement in allowance for impairment of trade receivable, refer Note (34-c(i))		
<b>Note-11 "Cash &amp; Cash Equivalents and Bank Balances"</b>		
<b>a) Cash and Cash Equivalents</b>		
Balance with Banks	1,159.61	1,225.46
Fixed Deposits with original maturity less than 3 months	4,582.15	23.31
Cash In Hand (Incl Staff Imprest)	217.87	156.83
	<b>5,959.63</b>	<b>1,405.60</b>
<b>b) Bank Balances other than Cash and Cash Equivalents</b>		
Fixed Deposited with Original maturity for 3 to 12 Months	5,113.67	118.96
	<b>5,113.67</b>	<b>118.96</b>



(Rs. In Lakh)

Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note-12 "Income Tax Assets/Liabilities"</b>		
<b>Current Tax Liability</b>		
Provision for Income Tax (Net of Advance Tax, TDS and TCS)	<b>89.16</b>	<b>117.69</b>
<b>Income Tax Asset</b>		
<b>Opening Balance</b>	26.73	21.68
Less: Current Tax Payable for the year	-	-
Add: Taxes paid	-	5.04
Less: Taxes Relating to Prior Years/Refund Adjusted/Received	-	-
<b>Closing Balance</b>	<b>26.73</b>	<b>26.73</b>

Particulars	No. of shares	Amount in lakhs
<b>Note - 13 "Share Capital"</b>		
<b>Authorised</b>		
Equity Shares of Rs. 10 each	5,00,00,000	5,000.00
<b>Issued, Subscribed and Paid up:</b>		
<b>Number of shares as at April 01, 2024</b>	3,75,51,600	3,755.16
Add: Issue of Equity Shares Pursuant to Fresh Issue	1,05,00,000	1,050.00
<b>Number of shares as at Mar 31, 2025<sup>#</sup></b>	<b>4,80,51,600</b>	<b>4,805.16</b>
<b>Number of shares as at April 01, 2023</b>	1,87,75,800	1,877.58
Add: Issue of bonus shares	1,87,75,800	1,877.58
<b>Number of shares as at March 31, 2024<sup>#</sup></b>	<b>3,75,51,600</b>	<b>3,755.16</b>
# For reconciliation of share capital and details of shareholding, refer Note 39		

Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Note - 14 "Borrowings"</b>				
<b>Secured<sup>#</sup></b>				
<b>Term Loans</b>				
---From Banks	5,398.41	8,150.39	4,278.18	5,448.12
<b>Working Capital Loans</b>				
---From Banks	-	-	5,441.37	13,010.46
<b>Vehicle Loans</b>				
---From Banks	381.67	104.08	86.92	51.10
<b>Unsecured<sup>#</sup></b>				
<b>Other Loans</b>				
---From Banks	-	111.19	111.23	178.51
---From Directors/firm/ Companies in which directors are interested	-	-	1,500.00	-
	<b>5,780.09</b>	<b>8,365.67</b>	<b>11,417.69</b>	<b>18,688.19</b>
<sup>#</sup> For details of security and maturity profile, refer note 40				

(Rs. In Lakh)

Particulars	Non Current		Current	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
<b>Note - 15 "Other Financial Liabilities"</b>				
Security from Customers	404.58	354.21	-	-
Other Payables	-	-	1,077.65	849.26
Cheque issued but not yet presented	-	-	0.70	22.13
	<b>404.58</b>	<b>354.21</b>	<b>1,078.36</b>	<b>871.39</b>



Particulars	As at 31st March 2025	As at 31st March 2024
<b>Note-16 "Provisions"</b>		
<b>Non Current</b>		
Contingent Provision on Standard Assets	17.23	19.43
Provision for Non Performing Assets	143.64	137.26
Provision for Gratuity and Leave Encashment	59.53	35.09
	<b>220.40</b>	<b>191.78</b>
<b>Current</b>		
Provision for Warranties & Servicing costs	108.95	105.62
Contingent Provision on Standard Assets	14.36	15.52
Provision for Employee Retirement Benefits #	400.71	291.51
	<b>524.03</b>	<b>412.66</b>
<b>Total Provisions</b>	<b>744.43</b>	<b>412.66</b>
# For valuation of Employee benefit plans, refer Note 41		
<b>Note-17 "Trade Payables"</b>		
Total outstanding dues of Micro Enterprises and Small Enterprises#	280.87	838.74
Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises#	2,968.40	2,666.08
	<b>3,249.28</b>	<b>3,504.82</b>
# For details of MSMEs and ageing of trade payables, refer Note 43		
<b>Note-18 "Other Current Liabilities"</b>		
Statutory Dues Payable	115.91	133.77
	<b>115.91</b>	<b>133.77</b>

(Rs. In Lakh)

Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note-19 "Revenue from Operations"</b>		
<b>Revenue from Contracts with Customers</b>		
---- <b>Sale of Manufactured Products</b>		
Export	2,569.22	1,901.88
Domestic	34,046.27	33,289.85
---- <b>Sale of Services</b>		
<b>Export</b>	-	-
<b>Domestic</b>		
Interest	1,930.67	2,147.39
Others	111.26	129.63
---- <b>Other Operating Revenues</b>		
Export Incentives	61.50	54.42
	<b>38,718.92</b>	<b>37,523.17</b>
*Refer Note 45 (Segment Information) for revenue disaggregation as per nature of products		
Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note-20 "Other income"</b>		
Other Interest	174.66	20.53
Dividend From Investments	0.53	0.50
Profit on Sale of Fixed Assets	0.06	0.40
Gain on Investments carried at Fair value through profit or Loss	1.87	6.83
Gain from Foreign exchange transaction	39.56	-
Miscellaneous income	7.77	7.94
Rent Received	34.12	25.92
Insurance Income	2.68	10.00
Interest on Income Tax Refund	0.91	-
	<b>262.17</b>	<b>72.13</b>



Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note-21 "Raw Material Consumed"</b>		
Opening stock	8,369.93	7,950.14
Add: Purchases during the period	23,435.07	22,268.25
	31,804.99	30,218.39
Less: Closing stock	7,946.93	8,369.93
	<b>23,858.06</b>	<b>21,848.46</b>
<b>Note-22 "Changes in Inventories of Finished Goods and Work-In-Progress"</b>		
<b>Inventory (At Close)</b>		
Finished Goods	4,872.59	3,347.23
Work in Process	4,477.03	4,768.12
	<b>9,349.62</b>	<b>8,115.35</b>
<b>Inventory (At Commencement)</b>		
Finished Goods	3,347.23	3,751.89
Work in Process	4,768.12	4,586.50
	<b>8,115.35</b>	<b>8,338.39</b>
<b>Change in Inventory</b>	<b>1,234.27</b>	<b>(223.04)</b>

(Rs. In Lakh)

Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note-23 "Employee benefits expense"</b>		
Salaries & Wages	4,137.60	4,282.49
Contribution to Provident and Other Funds	183.75	172.48
Staff Welfare	104.53	101.60
Gratuity & Leave Encashment	149.91	51.63
	<b>4,575.78</b>	<b>4,608.20</b>
Particulars	Year ended 31st March 2025	Year ended 31st March 2024
<b>Note-24 "Finance costs"</b>		
Interest expenses	2,120.15	2,635.81
Other Borrowing Cost	254.87	177.30
Interest on Lease Liability	16.25	17.81
	<b>2,391.27</b>	<b>2,830.92</b>
<b>Note-25 "Depreciation &amp; Amortization Expense"</b>		
Depreciation of property, plant and equipment	897.47	841.15
Amortisation of Intangible Aseets	184.01	190.21
	<b>1,081.48</b>	<b>1,031.36</b>
<b>Note-26 "Other expenses"</b>		
<b>Manufacturing Expenses:</b>		
Power, Fuel & Electricity Expenses	613.59	614.71
Job Work Charges	281.10	155.67
	<b>894.69</b>	<b>770.38</b>
<b>Administrative Expenses:</b>		
Audit Fees	29.25	37.13
Misc. Expenses	37.61	40.18
Insurance	67.46	75.18
Legal & Professional Charges	104.54	120.64
Loss on sale of Fixed Assets	1.99	-
Printing & Stationery	9.25	10.09
Rate, Fee & Tax	73.24	50.22
Rent	79.99	78.87
Recordkeeping Charges	1.96	2.03
<b>Repairs</b>		
-Building	37.58	25.95
-Plant & Machinery	4.76	2.71
-Others	24.66	23.80



Particulars	Year ended 31st March 2025	Year ended 31st March 2024
R&D Expenses	106.90	52.90
Vehicle Running & Maintenance	67.29	57.67
Telephone & Communications	50.66	49.69
<b>Travelling &amp; Conveyance Expenses</b>		
-Director	66.52	58.07
-Others	602.47	498.97
CSR Expenses (Refer Note 48)	34.69	26.90
Repossession Charges	3.99	12.18
Fine & Penalty	0.06	-
Contingent Provision for Standard Assets	(3.36)	(2.24)
Provision for NPA's	6.39	53.22
Preliminary Expenses written off	4.50	-
Loss on sale of Repossessed assets/Closed Case	118.66	49.71
Audit Expenses	0.59	-
Foreign Exchange Fluctuation	-	11.85
<b>Total - "B"</b>	<b>1,531.65</b>	<b>1,335.71</b>
<b>Selling Expenses :</b>		
Advertisement Expenses	45.79	50.02
Business promotion	212.42	100.81
Commission	83.09	105.53
Rebate Discount & Incentives	1,922.29	1,485.39
Freight & Cartage on Sale	950.66	682.13
After sale service expenses	51.64	53.34
Bad Debts Written Off	-	80.71
<b>Total - "C"</b>	<b>3,265.89</b>	<b>2,557.93</b>
<b>Grand Total ("A" + "B" + "C")</b>	<b>5,692.23</b>	<b>4,664.02</b>

## 27. CASH FLOW STATEMENT

### Accounting Policies

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated. The Group considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

## 28. PROPERTY, PLANT AND EQUIPMENT

Leasehold as shown under Property Plant & Equipment comprises of lands situated at Export Promotion Industrial Park, Phase-II, Baddi where in current manufacturing facilities of Group are in operations and land situated near Bhud Barrier Baddi which will be used for setting up of anchor unit for setting up of new crane pant.

Leasehold land allotted by Industrial Area Development Agency at Baddi, Himachal Pradesh is amortized only on the cost of lease paid by Group on Straight Line Basis. The management is hopeful that it may sell such land in future whereby the Group as per terms of lease agreement will be entitled to its portion of Fair Value in the said land which has been recognised as an asset above at Fair value.

In addition to above the group has been allotted an additional parcel of land measuring 30 acers by government of Himachal Pradesh. It is situated at Kirpalpur Nalagarh and will be used for development of Auto Park for manufacture of auto components. Group has paid advance of Rs 1.13 Lacs on signing of agreement to lease for this land. Since lease deed is yet to be executed, Group has shown this capital advance under the head Capital Advance in Note 11.

### Accounting Policies

#### a) Recognition and measurement

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and other non-refundable taxes or levies, freight, any directly attributable cost of bringing the asset to its working condition for its intended use and estimated cost of dismantling and restoring onsite; any trade discounts and rebates are deducted in arriving at the purchase price.

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

The carrying amount of any component accounted for as a separate asset is de-recognized when replaced.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Advances paid towards acquisition of property, plant and equipment outstanding at each Balance Sheet date are shown under other non-current assets and cost of assets not ready for intended use before the year end, are shown as capital work-in-progress.

In the case of leasehold land, any unearned increase not attributable to the lessor and on which Group has right to sell is recognized as own asset and hence the same was not amortized. Any unearned increase not attributable to lessor when the asset is sold is valued at Fair Value and no amortization is provided on the same.

#### b) Subsequent Expenditure

Subsequent expenditure is recognised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably.

#### c) Depreciation

Depreciation is provided on straight line basis on the original cost/ acquisition cost of assets or other amounts substituted for cost of property, plant and equipment as per the useful life specified in Part 'C' of Schedule II of the Act, read with notification dated August 29, 2014 of the Ministry of Corporate Affairs, except for certain classes of property, plant and equipment which are depreciated based on the internal technical assessment of the management.



Depreciation on property, plant and equipment is provided on straight line basis using the lives as mentioned below.

Asset Class	Management's estimate of useful life (years)	Useful life as per Schedule II to the Companies Act, 2013 (years)
Leasehold land <sup>#</sup>	Over lease period	-
Plant and machinery	15-40 as the case may be	12-30
Building	60	10-60
Computers	3	3-6
Furniture and fittings	10	10
Office equipment	15	5
Vehicles	8	8-10

<sup>#</sup> only leasehold cost

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions/(disposals) is provided on a pro-rata basis i.e., from/ (upto) the date on which asset is ready or use/ (disposed off).

Depreciation on leasehold land is provided over the lease period and only on leasehold cost paid by the Group. Any unearned increase not attributable to lessor when the asset is sold is valued at Fair Value and no amortization is provided on the same.

**d) Capital advances**

Advances paid towards the acquisition of property, plant and equipment, outstanding at each balance sheet date is classified as capital advances under "other non-current assets"

**e) De-recognition**

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Standalone Statement of Profit and Loss when the asset is de-recognized.

**29. CAPITAL WORK-IN-PROGRESS**

Movement in Capital work-in-progress:

(Rs. in lacs)

Particulars	As at April 1, 2023	Additions during the year	Capitalised during the year	As at March 31, 2024	Additions during the year	Capitalised during the year	As at March 31, 2025
Capital work-in-progress	<b>805.74</b>	510.75	805.74	<b>510.75</b>	913.32	505.88	<b>918.19</b>

Ageing schedule of capital work-in-progress for the year ended March 31, 2025

(Rs. In Lacs)

Particulars	Amount in CWIP for a period of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
CWIP	913.32	4.87	-	-	<b>918.19</b>

Ageing schedule of capital work-in-progress for the year ended **March 31, 2024**

(Rs. In Lacs)

Particulars	Amount in CWIP for a period of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
CWIP	510.75	-	-	-	<b>510.75</b>

**Accounting Policies**

Cost of property, plant and equipment not ready for use as at the reporting date are disclosed as capital work-in-progress. Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

**30. OTHER INTANGIBLE ASSETS**

**Nature of Intangible Assets**

The group's intangible assets are in the nature of product development costs incurred on development of New Models of Tractors in compliance with TREM IV and BS VI Emission norms for tractors, and development of enhanced capacity new generation cranes.

Ageing schedule for the year ended **March 31, 2025**

(Rs. In Lacs)

Particulars	Amount in Intangible Assets for a year of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
Intangible Assets	360.22	71.40	135.53	105.34	<b>672.49</b>

Ageing schedule for the year ended **March 31, 2024**

(Rs. In Lacs)

Particulars	Amount in Intangible Assets for a year of				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
Intangible Assets	89.24	180.71	189.66	36.67	<b>496.28</b>

**Accounting Policies**

**a) Recognition and measurement**

Intangible assets that are acquired are recognised only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Group and the cost of assets can be measured reliably. The intangible assets are recorded at cost of acquisition including incidental costs related to acquisition and are carried at cost less accumulated amortisation and impairment losses, if any.

Internally generated goodwill is not recognized as an asset. With regard to other intangible assets:

- **Technical Knowhow**

The expenditure incurred is amortised over the estimated period of benefit, commencing with the year of purchase of the technology.



- **Development Expenditure**

Development expenditure including regulatory cost and legal expenses leading to product registration/ market authorisation relating to the new and/or improved product and/or process development is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Group intends to and has sufficient resources to complete development and to use the asset. The expenditure capitalized includes the cost of materials, direct labour, overhead costs that are directly attributable to preparing the asset for its intended use, and directly attributable finance costs (in the same manner as in the case of property, plant and equipment). Other development expenditure is recognised in the Statement of Profit and Loss as incurred.

- **Software Expenditure**

The expenditure incurred is amortized over the estimated economic life of the asset from the year in which expenditure is incurred.

- **Others**

The expenditure incurred is amortized over the estimated period of benefit.

Intangible assets that are acquired (including goodwill recognized for business combinations) are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less accumulated amortization (for finite lives intangible assets) and any accumulated impairment loss. Subsequent expenditure is capitalized only when it increases the future economic benefits from the specific asset to which it relates.

**b) Subsequent Expenditure**

Subsequent costs are capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure on intangible assets is recognised in the Standalone Statement of Profit and Loss, as incurred.

**c) Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straightline method over their estimated useful lives and is generally recognised in depreciation and amortisation expense in the Standalone Statement of Profit and Loss.

Estimated useful lives of the Intangible assets are as follow:

Category of assets	Management Estimate of Useful life
Product Development	5 years

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

**d) Derecognition**

An item of intangible assets is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Standalone Statement of Profit and Loss when the asset is derecognised.

**31. CURRENT AND NON-CURRENT CLASSIFICATION**

**Accounting Policies**

The Group presents assets and liabilities in the Balance Sheet based on current/non- current classification.

An asset is treated as current when:

- It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is expected to be realized within twelve months after the reporting period; or
- It is cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Group classifies all other assets as non-current.

A liability is 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 reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Group has identified twelve months as its operating cycle for the purpose of current-non-current classification of assets and liabilities.

## 32. FOREIGN CURRENCY TRANSLATIONS

### Accounting Policies

#### a) **Functional and Presentation Currency**

These financial statements are presented in Indian Rs. Lacs, which is also the Group's functional currency.

#### b) **Transactions and balances**

Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at the date. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous period are recognized in the statement on Profit and loss account in the period.

#### c) **Initial Recognition**

Investments in foreign entities if any, are recorded at the exchange rate prevailing on the date of making the investment. Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

#### d) **Conversion**

Monetary assets and liabilities denominated in foreign currencies, as at the balance sheet date, not covered by forward exchange contracts, are translated at year end rates.

#### e) **Exchange Differences**

Exchange differences arising on the settlement of monetary items or on reporting Group's monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognized as income or expense in the year in which they arise. The exchange



difference on foreign currency denominated long term borrowings relating to the acquisition of depreciable capital assets are adjusted in the carrying cost of such assets for current year.

### 33. INVENTORIES

#### Accounting Policies

Inventories are valued at lower of cost and net realisable value except scrap, which is valued at net estimated realisable value.

The Group uses FIFO method to determine cost for all categories of inventories except for goods in transit which is valued at specifically identified purchase cost and other direct costs incurred. Cost includes all costs of purchase, and other costs incurred in bringing the inventories to their present location and condition inclusive of non-refundable (adjustable) taxes wherever applicable.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. The comparison of cost and net realisable value is made on an item-by-item basis.

### 34. FINANCIAL INSTRUMENTS

#### a) Accounting classification

The following table shows the carrying amounts of financial assets and financial liabilities.

(Rs. in lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Financial assets measured at fair value</b>		
Investments	15.48	13.60
<b>Financial assets measured at amortized cost</b>		
Investments	1.80	1.80
Trade receivables	10,777.15	10,439.86
Loans	13,233.24	14,611.50
Cash and cash equivalents	5,959.63	1,405.60
Other bank balances	5,113.67	118.96
Other financial assets	255.11	208.28
<b>Total Financial Assets</b>	<b>35,340.60</b>	<b>26,786.00</b>
<b>Financial liabilities measured at amortised cost</b>		
Long term borrowings	5,780.09	8,365.67
Short term borrowings	11,417.69	18,688.19
Trade payables	3,249.27	3,504.82
Lease Liability	145.41	162.54
Other financial liabilities	1,482.94	1,225.60
<b>Total Financial Liabilities</b>	<b>22,075.40</b>	<b>31,946.82</b>

#### b) Fair value hierarchy

The fair value of financial instruments as referred to in note (A) above has been classified into three category depending on the inputs used in valuation technique. The hierarchy gives the highest priority to quoted price in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

#### The categories used are as follows:

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

**Level 2:** Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**Financial assets and liabilities measured at fair value as at March 31, 2025**

(Rs. in lacs)

Particulars	Level 1	Level 2	Level 3	Total
<b>Investments</b>				
Investment in Shares	15.48	-	-	<b>15.48</b>

**Financial assets and liabilities measured at fair value as at March 31, 2024**

(Rs. in lacs)

Particulars	Level 1	Level 2	Level 3	Total
<b>Investments</b>				
Investment in Shares	13.60	-	-	<b>13.60</b>

**c) Financial Risk Management**

The Group is exposed to various types of financial risks in conduct of its business activities. The main risks to which it is exposed includes market risk, liquidity risk and credit risk.

The Group's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group has exposure to the following risks arising from financial instruments:

- credit risk
- liquidity risk
- market risk

The Group primarily focuses on managing financial risks to reduce potential adverse effects of these risks on its financial performance.

The financial risks are managed by Policy approved by Board of Directors in this regard.

**i. Credit Risk**

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The carrying amounts of financial assets represent the maximum credit exposure.

(Rs. in lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Investments	17.28	15.40
Trade Receivables	10,777.15	10,439.86
Loans	13,233.24	14,611.50
Cash and cash equivalents	5,959.63	1,405.60
Other bank balances	5,113.67	118.96
Other financial assets	255.11	208.28
<b>Total</b>	<b>35,356.08</b>	<b>26,799.60</b>

**Expected credit losses for financial assets other than trade receivables**

The Group maintains its cash and cash equivalents and bank deposits with reputed banks. The credit risk on these instruments is limited because the counterparties are bank with high credit ratings assigned by domestic credit rating agencies. Hence, the credit risk associated with cash and cash equivalent and bank deposits is relatively low.



Loans majorly comprise of hypothecation loans given by NBFC to its customers. It further includes loans given to employees, which would be adjusted against salary of the employees and hence credit risk associated with such amount is also relatively low.

Investments in Shares are measured at mark to market hence, the credit risk associated with these investments already considered in valuation as on reporting date.

Other financial assets include:

- Security deposits given for operational activities of the Group which will be returned to the Group as per the contracts with respective parties. The Group monitors the credit ratings of the counterparties on regular basis. These security deposits carry very minimal credit risk based on the Group's historical experience of dealing with the parties.
- Balance with revenue authorities comprises of GST input credit that can be claimed in future by the Group. The revenue authorities here refer to the Government department of Goods and Service tax. These balances carry very minimal or no credit risk as these are outstanding with the government authorities.

**Expected credit losses for financial assets other than trade receivables**

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- Balance with revenue authorities comprises of GST input credit that can be claimed in future by the Group. The revenue authorities here refer to the Government department of Goods and Service tax. These balances carry very minimal or no credit risk as these are outstanding with the government authorities.

**Movement in the allowance for impairment in respect of financial assets other than trade receivables:**

(Rs. in lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Balance at the beginning of the year	172.21	121.23
Additional provision during the year	3.02	50.98
Deductions on account of write offs and collections	-	-
<b>Balance at the end of the year</b>	<b>175.23</b>	<b>172.21</b>

**Expected credit losses for trade receivables**

Credit risks related to receivables is managed by Group's management by implementing policies, procedures and controls relating to customer credit risk management. Outstanding customer receivables are regularly monitored. An impairment

analysis is performed at each reporting date on trade receivables by using lifetime expected credit losses as per simplified approach wherein the weighted average loss rates are analysed from the historical trends of defaults relating to each business segment. Such provision matrix has been considered to recognize lifetime expected credit losses on trade receivables (other than those where defaults criteria are met).

The Group evaluates the concentration of risk with respect to trade receivables low, since its customers are from various industries, jurisdictions and operate in independent markets. These receivables are written off when there is no reasonable expectation of recovery.

There are no receivables which are in default as at year end but the management allows for the impairment of trade receivables based on its historical experience of collection from its customers.

**Movement in the allowance for impairment in respect of trade receivables:**

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Balance at the beginning of the year	684.35	684.35
Additional provision during the year	-	-
Deductions on account of write offs and collections	-	-
<b>Balance at the end of the year</b>	<b>684.35</b>	<b>684.35</b>

**ii. Liquidity Risk**

Liquidity risk is the risk that the Group will encounter difficulty in meeting its obligations associated with financial liabilities. The investment philosophy of the Group is capital preservation and liquidity in preference to returns. The Group consistently generates sufficient cash flows from operations and has access to multiple sources of funding to meet the financial obligations and maintain adequate liquidity for use. The Group manages liquidity risk by maintaining adequate reserve, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

**Maturity profile of financial liabilities**

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

(Rs. in Lacs)

Particulars	Carrying Value	Contractual cash flows				Total
		Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years	
<b>As at March 31, 2025</b>						
Borrowings	17,197.77	11,417.69	3,795.80	1,984.28	-	17,197.77
Trade Payables	3,249.28	3,249.28	-	-	-	3,249.28
Lease Liability	145.41	35.10	20.73	59.23	30.35	145.41
Other financial liabilities	1,482.94	1,078.36	404.58	-	-	1,482.94
	<b>22,075.40</b>	<b>15,842.22</b>	<b>4,143.07</b>	<b>2,059.76</b>	<b>30.35</b>	<b>22,075.40</b>
<b>As at March 31, 2024</b>						
Borrowings	27,053.86	18,688.19	4,530.40	3,832.80	2.46	27,053.86
Trade Payables	3,504.82	3,504.82	-	-	-	3,504.82
Lease Liability	162.54	17.13	18.85	68.82	57.94	162.54
Other financial liabilities	1,225.60	871.39	354.21	-	-	1,225.60
	<b>31,965.97</b>	<b>23,100.68</b>	<b>4,903.45</b>	<b>1,097.96</b>	<b>60.41</b>	<b>31,965.97</b>



iii. **Market Risk**

Market risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk namely: currency risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

- **Foreign Currency Risk**

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Exposure arises primarily due to exchange rate fluctuations between the functional currency and other currencies from the Group’s operating, investing and financing activities. The Group undertakes transactions denominated in foreign currency (mainly US Dollar) which are subject to the risk of exchange rate fluctuations. Considering the low volume of foreign currency transactions, the Group’s exposure to foreign currency risk is limited hence the Group does not use any derivative instruments to manage its exposure.

**Foreign currency risk exposure in USD:**

The Group’s exposure to foreign currency risk at the end of the reporting year expressed in rupees, are as follows

(Rs. in Lacs)		
Particulars	As at March 31, 2025	As at March 31, 2024
Financial assets	674.95	769.57
Financial liabilities	-	1.56
<b>Net exposure to foreign currency risk (liabilities)/assets</b>	<b>674.95</b>	<b>767.98</b>

**Sensitivity**

A reasonably possible strengthening (weakening) of the US dollar against ₹ at March 31 would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant.

The sensitivity of profit/(loss) to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

(Rs. in Lacs)		
Particulars	As at March 31, 2025	As at March 31, 2024
<b>USD sensitivity (Impact on profit before tax)</b>		
₹/USD increase by 200 bps*	13.50	15.36
₹/USD decrease by 200 bps*	(13.50)	(15.36)
<b>USD sensitivity (impact on equity post tax)</b>		
₹/USD increase by 200 bps*	9.57	10.89
₹/USD decrease by 200 bps*	(9.57)	(10.89)

\*Holding all other variables constant

- **Interest Rate Risk**

The Group’s interest rate risk arises from debt borrowings. Group’s borrowings are issued at variable rates that expose the Group to cash flow interest rate risk.

**Exposure to interest rate risk:** The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows.

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Variable rate borrowings</b>		
Current borrowings from bank	9,917.69	18,688.19
Non-Current borrowings from bank	5,780.08	8,365.67
<b>Total Borrowings</b>	<b>15,697.77</b>	<b>27,053.86</b>

#### Fair value sensitivity analysis of interest rate

The Group does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

A reasonably possible change of 50 basis points (bps) in interest rates at the reporting date would have increased/ (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

#### Cash flow sensitivity analysis for variable-rate instruments for the year ended March 31, 2025

(Rs. in Lacs)

Particulars	Impact on profit before tax – 50 bps increase	Impact on profit before tax – 50 bps decrease	Impact on other components of equity - 50 bps increase	Impact on other components of equity - 50 bps decrease
Variable-rate instruments	78.49	(78.49)	57.15	(57.15)
<b>Total</b>	<b>78.49</b>	<b>(78.49)</b>	<b>57.15</b>	<b>(57.15)</b>

#### Cash flow sensitivity analysis for variable-rate instruments for the year ended March 31, 2024

(Rs. in Lacs)

Particulars	Impact on profit before tax – 50 bps increase	Impact on profit before tax – 50 bps decrease	Impact on other components of equity - 50 bps increase	Impact on other components of equity - 50 bps decrease
Variable-rate instruments	135.27	(135.27)	97.92	(97.92)
<b>Total</b>	<b>135.27</b>	<b>(135.27)</b>	<b>97.92</b>	<b>(97.92)</b>

#### Accounting Policies

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.

#### A. FINANCIAL ASSETS

##### i) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e. the date that the Group commits to purchase or sell the asset.



## ii) Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

### a. **Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if the asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset or the amortised cost of the financial liability. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. This category generally applies to trade and other receivables.

### b. **Debt instrument at fair value through Other Comprehensive Income (FVTOCI):**

A 'debt instrument' is classified as at the FVTOCI if the objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and the asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI). On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified to the Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

### c. **Debt instrument, Derivatives and Equity instruments at fair value through profit or loss FVTPL:**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortised cost or as FVTOCI, is classified as at FVTPL. In addition, at initial recognition, the Group may irrevocably elect to designate a debt instrument, which otherwise meets amortised cost or FVTOCI criteria, as at FVTPL (Refer Note 4). However, such an election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Debt instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

Dividend income from investments is recognised in statement of profit and loss on the date that the right to receive payment is established.

### d. **Equity instrument at fair value through Other comprehensive income FVTOCI:**

If the Group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to the Statement of Profit and Loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss to retained earnings.

**iii) Impairment of Financial Assets**

The Group recognises loss allowance using the expected credit loss (ECL) model for 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 financial assets with contractual cash flows other than trade receivable, ECLs 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 ECL (or reversal) that is required to adjust the loss allowance at the reporting date is recognised as an impairment gain or loss in the Statement of Profit and Loss.

**iv) Derecognition of Financial Assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's balance sheet) when:

- The rights to receive cash flow from the asset have expired, or
- The Group has transferred its rights to receive cash flow from the asset or has assumed an obligation to pay the received cash flow in full without material delay to the third party under a 'pass-through' arrangement and either (a) the Group has transferred substantially all the risk and rewards of the assets, or (b) the Group has neither transferred nor retained substantially all the risk and rewards of the asset, but transferred control of the assets.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognises an associated liability.

The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

Write off of financial assets the gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. The Group expects no significant recovery from the amount written off.

**B. FINANCIAL LIABILITIES**

**i) Initial Recognition and Measurement**

Financial Liabilities are classified, at initial recognition, as financial liabilities at fair value through Profit or Loss and financial liabilities at amortised cost, as appropriate.

All Financial Liabilities are recognized initially at fair value and, in the case of liabilities subsequently measured at amortised cost, they are measured net of directly attributable transaction cost. In the case of Financial Liabilities measured at fair value through Profit or Loss, transactions costs directly attributable to the acquisition of financial liabilities are recognized immediately in the statement of Profit or Loss.

The Group's Financial Liabilities include trade and other payables, loans and borrowings including financial guarantee contracts and derivative financial instruments.

**ii) Subsequent Measurement**

**a. Financial Liabilities at Fair Value through Profit or Loss:**

Financial Liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through the Statement of Profit and Loss. Financial Liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.



This category also includes derivative financial instruments entered into by the Group that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

**b. Financial Liabilities at Amortised Cost:**

Financial Liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Gains and losses are recognised in the Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

**c. Financial Guarantee Contracts:**

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make the payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount initially recognised less cumulative income recognised in accordance with principles of Ind AS 115.

**iii) Derecognition of Financial Liabilities**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

**C. OFF-SETTING OF FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are offset, and the net amount presented in the Balance Sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

**35. CURRENT ASSETS, LOANS & ADVANCES**

In the opinion of management of the Group, the current assets, loans and advances are approximately of the value as stated, if realized in the ordinary course of business and are subject to confirmation/ reconciliation

**36. TRADE RECEIVABLES**

Ageing schedule of Trade Receivables for the year ended March 31, 2025

(Rs. in Lacs)

Particulars	Outstanding for following periods from the transaction date					Total
	< 6 Months	6 Months to 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
i) Undisputed Trade Receivables – Considered goods	10,480.72	172.87	123.56	-	-	10,777.15
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivable- credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivable- considered goods	-	-	-	-	-	-

Particulars	Outstanding for following periods from the transaction date					Total
	< 6 Months	6 Months to 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
v) Disputed Trade Receivables – which have significant increase in credit risk (Refer Note 34-c(i))	-	-	-	-	684.35	684.35
vi) Disputed Trade Receivable- credit impaired	-	-	-	-	-	-
Less: Expected credit loss allowances	-	-	-	-	(684.35)	(684.35)
<b>Total</b>	<b>10,480.72</b>	<b>172.87</b>	<b>123.56</b>	<b>-</b>	<b>-</b>	<b>10,777.15</b>

\*Refer Note 34 for information regarding the Group's exposure to credit risk, market risk, fair value measurement and impairment losses.

Ageing schedule of Trade Receivables for the year ended March 31, 2024.

(Rs. in Lacs)

Particulars	Outstanding for following periods from the transaction date					Total
	< 6 Months	6 Months to 1 Year	1 to 2 Years	2 to 3 Years	> 3 Years	
i) Undisputed Trade Receivables – Considered goods	10,094.04	190.20	155.62	-	-	10,439.86
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivable- credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivable- considered goods	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk (Refer Note 34-c(i))	-	-	-	-	684.35	684.35
vi) Disputed Trade Receivable- credit impaired	-	-	-	-	-	-
Less: Expected credit loss allowances	-	-	-	-	(684.35)	(684.35)
<b>Total</b>	<b>10,094.04</b>	<b>190.20</b>	<b>155.62</b>	<b>-</b>	<b>-</b>	<b>10,439.86</b>

### 37. INCOME TAX

#### a. Current Tax

Provision for Current Income Tax has been made as per Income Tax Act, 1961, based on legal opinion obtained by the Group from its income tax consultant and the statutory auditors have relied upon the said legal opinion for the purpose of current income tax.

#### b. Deferred Tax

In compliance with Indian Accounting Standard (Ind AS 12) relating to "Income Tax" issued under Companies (Indian Accounting Standards) Rules, 2016 as amended up to date, the Group has provided Deferred Tax Assets accruing during the year aggregating to Rs. 382.93 Lacs (Previous Year Deferred Tax Liabilities Rs. 74.44 Lacs) and it has been recognized in the Statement of Profit & Loss. In accordance with Indian Accounting Standard (Ind AS 12) Deferred Tax Assets and Deferred Tax Liabilities have been set.



### Reconciliation of effective tax rate

(Rs. In lacs)

Particulars	For the year ended March 31, 2025		For the year ended March 31, 2024	
<b>Profit before tax</b>		<b>2,616.54</b>		<b>2,389.30</b>
Tax using the domestic tax rate	28.94%	757.10	28.71%	685.92
<b>Tax effect of</b>				
Effect of different tax rates in local and foreign tax jurisdiction	(0.06)%	(1.64)	0.03%	0.65
Tax on account of Permanent Difference	0.39%	10.10	0.33%	7.83
Effect of expense/ provisions that is not deductible in determining profit	(4.01)%	(105.01)	13.35%	319.00
Effect of expense/ provisions that is deductible in determining profit	(15.99)%	(418.34)	(10.93)%	(261.15)
Net Effect of tax losses brought forward	-	-	-	-
Adjustment of income not taxable or deductible	(0.02)%	(0.55)	(0.08)%	(1.99)
Adjustment for tax expense pertaining to prior years	0.26%	6.73	0.61%	14.68
Others	0.51%	13.46	-	-
On account of LTCG of sale of land	-	-	3.52%	84.07
<b>Total income tax expense</b>	<b>10.01%</b>	<b>261.86</b>	<b>35.53%</b>	<b>849.02</b>

### 38. CASH AND CASH EQUIVALENTS

#### Accounting Policies

Cash and cash equivalents include cash in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less. For the purpose of cash flow statement, cash and cash equivalent includes cash in hand, in banks, and other short-term highly liquid investments with original maturities of three months or less, net of outstanding bank overdrafts that are repayable on demand and are considered part of the cash management system.

### 39. SHARE CAPITAL

i. The Group has only one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Group, holders of equity shares will be entitled to receive any of the remaining assets of the Group, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

#### ii. Reconciliation of share capital

Particulars	As of March 31, 2025		As of March 31, 2024	
	Number of Shares	Amount (in Lacs)	Number of Shares	Amount (in Lacs)
Balance at the beginning of the year	3,75,51,600	3,755.16	1,87,75,800	1,877.58
Add: Issue of Share Capital	1,05,00,000	1,050.00	-	-
Add: Issue of Bonus Shares	-	-	1,87,75,800	1,877.58
Balance at the end of the year	<b>4,80,51,600</b>	<b>4,805.16</b>	<b>3,75,51,600</b>	<b>3,755.16</b>

iii. **Shareholders holding more than 5% of the shares**

Particulars	As of March 31, 2025		As of March 31, 2024	
	Number of Shares	% of Shareholding	Number of Shares	% of Shareholding
R.S. Khadwalia*	1,68,26,400	35.02	2,03,26,400	54.13
Sunita Saini*	1,06,50,348	22.16	1,06,50,348	28.36
M/s Futurisitc Mining Constructions Solutions LLP*	43,71,960	9.10	43,71,960	11.64

\* Including Shares issued as bonus shares

**Equity Share movement during the 5 years preceding March 31,2025:**

- The company has allotted 86,00,000 equity shares of Rs 10 each at premium of Rs 205 per share under the fresh issue through Initial Public Offering (IPO) on 3rd January 2025 pursuant to the passing of Board Resolution passed at Board of Directors meeting dated 3rd January, 2025
- The company has allotted 54,100 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 29<sup>th</sup> May 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 28<sup>th</sup> May 2024 after taking consent of shareholders.
- The company has allotted 9,95,900 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 24<sup>th</sup> May 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 17<sup>th</sup> May 2024 after taking consent of shareholders.
- The company has allotted 2,50,000 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 30<sup>th</sup> April 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 18<sup>th</sup> April 2024 after taking consent of shareholders.
- The company has allotted 6,00,000 equity shares of Rs. 10 each at a premium of Rs. 175 towards preferential Allotment/Private Placement on 16<sup>th</sup> April 2024 pursuant to the passing of an Special Resolution by the shareholders in Extra Ordinary General Meeting held on 19<sup>th</sup> March 2024 after taking consent of shareholders.
- The Company has allotted 1,87,75,800 equity shares as fully paid-up bonus shares to its existing equity shareholders in the ratio of 1:1 by capitalisation of profits transferred from free reserves amounting to Rs. 1,877.58 lakhs on 22<sup>nd</sup> August 2023 pursuant to a special resolution passed by the shareholders in Extra Ordinary General Meeting after taking consent of shareholders.
- The Company allotted 93,87,900 equity shares as fully paid-up bonus shares by capitalisation of profits transferred from securities premium account amounting to Rs. 568.00 Lakhs, and general reserve amounting to Rs. 370.79 Lakhs on 08<sup>th</sup> February, 2022, pursuant to an ordinary resolution passed after taking the consent of shareholders.

iv. **Shareholding of Promoters**

Shares held by promoters at the end of the year			%age Change during the year
Promoter Name	No. of Shares	%age of Total Shares	
R.S. Khadwalia	1,68,26,400	35.02	17.22%
Sunita Saini	1,06,50,348	22.16	-

\*Promoters as per Board Resolution dated 17<sup>th</sup> March 2023



#### 40. BORROWINGS

##### A. SECURED LOANS

(Rs. In Lacs)

Particulars	March 31, 2025		March 31, 2024	
	Non-Current	Current	Non-Current	Current
Working Capital Loans from Bank	-	5,441.37	-	13,010.46
Term Loans from Bank	5,398.41	4,278.18	8,150.40	5,448.12
Vehicle Loans from Banks	381.67	86.92	104.08	51.10
<b>Total</b>	<b>5,780.08</b>	<b>9,806.47</b>	<b>8,254.48</b>	<b>18,509.68</b>

##### B. UNSECURED LOANS

(Rs. In Lacs)

Particulars	March 31, 2025		March 31, 2024	
	Non-Current	Current	Non-Current	Current
Other Unsecured Loans from Banks	-	111.23	111.19	178.51
Inter Corporate Deposits	-	-	-	-
Other Unsecured Loan	-	1,500.00	-	-
<b>Total</b>	<b>-</b>	<b>1,611.23</b>	<b>111.19</b>	<b>178.51</b>

#### II. Terms and Conditions of Short-Term Borrowings

##### A. Holding Company

The company has availed working capital facilities from Punjab National Bank and Canara Bank aggregating to Rs. 5441.37 Lacs (March 31, 2024: Rs. 13,010.46 lacs). The working capital limits are secured by way of 1<sup>st</sup> pari-passu charge on all current assets (present & future) of the company and further collaterally secured by way of 1<sup>st</sup> pari-passu charge on all the fixed assets of the company excluding following assets:

- Vehicles.
- Land building situated at Mumbai,

Further working capital limits are secured by way of personal guarantee of Ranbir Singh Khadwalia, Sunita Saini, S.P. Mittal and Anshul Khadwalia.

**Terms of Repayment:** The Working capital facilities are repayable on demand.

**Rate of Interest:** The working capital limits carry floating interest rate which is linked to MCLR rate as applicable.

### III. Terms and Conditions of Long Term Borrowings

#### A. Holding Company

S. No.	Nature of Loan	Type of Interest	Security	Terms of Repayment
1	<b>Term Loan-Asset Backed Loan from Federal Bank Limited</b> Rs. 111.23 Lakhs (March 31, 2024: Rs. 289.70 Lakhs)	Floating (Linked to MCLR)	Unsecured	Repayable in 84 monthly installments
2	<b>Working Capital Term Loan under GECL from Federal Bank</b> Rs. 71.94 Lakhs (March 31, 2024: 166.95 Lakhs)	Floating (Linked to Repo)	Secured by way of charge on all movable / immovable assets created out of the WCTL, Collateral by second charge on all primary and collateral securities available for the existing facilities i.e., Equitable Mortgage of Residential Property, Opp. Cantt Area, Chandigarh in the name of R.S. Khadwalia and Sunita Saini.	Repayable in 48 monthly installments
3	<b>Working Capital Term Loan under GECL 2.0 scheme from Canara Bank</b> Rs. 288.00 Lakhs (March 31, 2024: Rs. 600.00 Lakhs)	Floating (Linked to MCLR)	Secured by way of assets created out of credit facility and additional WCTL facility under GECL shall rank pari passu second charge with existing credit facilities in terms of cash flows and security	Repayable in 48 monthly installments
4	<b>Working Capital Term Loan under GECL 2.0 Scheme from Punjab National Bank</b> Rs. 105.22 Lakhs (March 31, 2024: Rs. 389.11 Lakhs)	Floating (Linked to MCLR)	Secured by way of extension of charge on entire present and future current assets of the company	Repayable in 48 monthly installments
5	<b>Working Capital Term Loan under GECL 2.0 (Extension) scheme from Canara Bank</b> Rs. 764.00 Lakhs (March 31, 2024: Rs. 1040.00 Lakhs)	Floating (Linked to RLLR)	Secured by way of assets created out of facility so extended	Repayable in 48 monthly installments
6	<b>Working Capital Term Loan under GECL 2.0 (Extension) Scheme from Punjab National Bank</b> Rs. 342.29 Lakhs (March 31, 2024: Rs. 474.79 Lakhs)	Floating (Linked to MCLR)	Secured by way of second charge with the existing credit facilities in terms of cash flows (including repayments) and security, with charge on the assets financed under the Scheme and Extension of Charge over entire present and future current assets of the company.	Repayable in 48 monthly installments
7	<b>Working Capital Term Loan - 1 from Federal Bank Limited</b> Rs. 216.67 Lakhs (March 31, 2024: 316.67 Lakhs)	Floating (Linked to Repo)	Secured by way of EM of Residential Property at House No 103-104, Sector-6, Panchkula in the name of Directors as well as promoters, Mr. RS Khadwalia and Mrs. Sunita Saini and charge on all movable/immovable assets created out of the WCTL	Repayable in 60 monthly installments



S. No.	Nature of Loan	Type of Interest	Security	Terms of Repayment
8	<b>Working Capital Term Loan - 2 from Federal Bank Limited</b> Rs. 224.97 Lakhs (March 31, 2024: 286.15 Lakhs)	Floating (Linked to Repo)	Secured by way of EM of Residential Property at House No 103-104, Sector-6, Panchkula in the name of Directors as well as promoters, Mr. RS Khadwalia and Mrs. Sunita Saini and charge on all movable/immovable assets created out of the WCTL	Repayable in 69 monthly installments
10	<b>HDFC Bank Vehicle Loan</b> Rs. 72.59 Lakhs (March 31, 2024: Rs. 104.00 Lakhs)	Fixed at 6.70%	Exclusive charge on underlying vehicle purchased	Repayable in 60 monthly installments
11	<b>HDFC Bank Vehicle Loan</b> Rs. 15.53 Lakhs (March 31, 2024: Rs. 22.67 Lakhs)	Fixed at 8.70%	Exclusive charge on underlying vehicle purchased	Repayable in 39 monthly installments
12	<b>Axis Bank Vehicle Loan</b> Rs. 255.47 Lakhs (March 31, 2024: Rs. Nil)	Fixed at 8.90%	Exclusive charge on underlying vehicle purchased	Repayable in 37 monthly installments
13	<b>Toyota Financial Services Vehicle Loan</b> Rs. 109.00 Lakhs (March 31, 2024: Rs. Nil)	Fixed at 8.62%	Exclusive charge on underlying vehicle purchased	Repayable in 36 monthly installments
14	<b>Canara Bank Vehicle Loan</b> Rs. 15.99 Lakhs (March 31, 2024: Rs. 18.64 Lakhs)	Fixed at 9.45%	Exclusive charge on underlying vehicle purchased	Repayable in 84 monthly installments

#### Subsidiary Company

##### a. Secured Borrowings

Term Loans from Canara Bank and Punjab National Bank are secured by way of first and Exclusive Charge by hypothecation on the receivables (Standard Assets) of the Company created out of their respective term loans and Execution of power of attorney to enable banks to recover money directly from the borrower of the company in the event of default and Personal guarantee of directors & corporate guarantee of Indo Farm Equipment Limited and further collaterally secured by way of 1st Pari-Passu Charge on all the fixed assets of the Holding Company excluding following assets:

- vehicles,
- land building situated at Mumbai,

Further, these loans are collaterally secured by way of charge on personal assets of promoters and directors.

A term loan of ₹5,000.00 lakhs was sanctioned by Punjab National Bank (PNB) vide their sanction letter dated 25th October 2024 of which disbursement of ₹1,700.00 lakhs was availed from by bank during the financial year 2024–25. As per the terms of the sanction, the loan is repayable in 54 equal monthly instalments of ₹92.59 lakhs each, commencing from 31st July 2026.

##### b. Unsecured Loans

The Company has also an Outstanding Unsecured Loans amounting to Rs.499.76 Lakhs from Holding Company for which no repayment schedule had been defined. The rate of interest on this loan is @ 9.60% P.A.

#### IV. Maturity Profile:

##### a. Secured Loans

(Rs. In Lacs)

Particulars	< 1 year	1 – 2 years	2 - 5 years	Beyond 5 years
From Banks:				
- Term Loans	4,278.18	3,539.19	1,859.23	-
- Working Capital Loan	5,441.37	-	-	-
- Vehicle Loans	86.92	256.68	124.99	-

##### b. Unsecured Loans

Particulars	<1 year	1 – 2 years	2 - 5 years	Beyond 5 years
From Banks:				
- Other Loans	111.23	-	-	-
- Inter Corporate Deposit	-	-	-	-
From Others				
- Director	1,500.00	-	-	-

#### 41. EMPLOYEE BENEFITS PLAN

##### a) Defined Benefit Plans

In accordance with the Payment of Gratuity Act, 1972, the Group provides for gratuity, as defined benefit plan. The gratuity plan provides for a lump sum payment to the employees at the time of separation from the service on completion of vested year of employment i.e. five years. The liability of gratuity plan is provided based on actuarial valuation as at the end of each financial year based on which the Group contributes the ascertained liability to Life Insurance Corporation of India by whom the plan assets are maintained.

These plans typically expose the Group to actuarial risks such as: investment risk, inherent interest rate risk, longevity risk and salary risk.



**Investment Risk**

The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined by reference to market yields at the end of the reporting year on government bonds.

**Interest Rate Risk**

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

**Longevity Risk**

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary Risk**

Higher than expected increases in salary will increase the defined benefit obligation.

The present value of the defined benefit obligation, and the related current service cost, were measured using the projected unit credit method.

**The principal assumptions (demographic and financial) used for the purposes of the actuarial valuations were as follows:-**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.70% p.a.	7.10% p.a.
Future salary increases	6.50% p.a.	6.50% p.a.
Withdrawal rate	3%<30yrs; 2% >=30yrs but <44yrs; 1%>=44yrs	3%<30yrs; 2% >=30yrs but <44yrs; 1%>=44yrs
Expected average remaining working lives of employees	19 years	24.72 years
Retirement Age	60 years	60 years
In Service Mortality	Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.

**Amounts recognized in statement of profit and loss in respect of this defined benefit plan are as follows:-**

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Service cost:</b>		
Current service cost	48.67	36.83
Net Interest expense/(income)	13.88	12.03
Employer's direct benefit payments cost (as per contra)	-	-
<b>Components of defined benefit costs recognized in profit or loss</b>	<b>62.55</b>	<b>48.86</b>
<b>Re-measurement on the net defined benefit liability:</b>		
Return on plan assets (excluding amounts included in net interest expense)	0.82	(2.38)
Actuarial (gains)/losses arising from changes in financial assumptions	14.11	8.71
Actuarial (gains)/losses arising from experience adjustments	(14.87)	5.02
Others (Added trust bank account balance)	-	(10.47)
<b>Components of defined benefit costs recognized in other comprehensive income</b>	<b>0.06</b>	<b>0.88</b>

The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plan is as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Present value of defined benefit obligation	279.83	234.31
Fair value of plan assets	27.83	33.04
<b>Net liability/ (asset) arising from defined benefit obligation</b>	<b>251.99</b>	<b>201.27</b>

Movements in the present value of the defined benefit obligation are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening defined benefit obligation	234.31	184.50
Current service cost	48.67	36.83
Past service cost	-	-
Interest cost	16.23	13.65
Actuarial loss/(gain) recognized during the year	(0.76)	13.73
Benefits paid	(18.62)	(14.41)
<b>Closing defined benefit obligation</b>	<b>279.83</b>	<b>234.31</b>

Movements in the fair value of plan assets are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Fair Value of plan assets at beginning of year*	33.04	21.97
Interest Income	2.34	1.62
Employer's contribution		-
Benefit paid	(6.73)	(3.40)
Actuarial gain/(loss) on plan assets		-
Remeasurement gain/(loss):		
Actual return on plan assets excluding interest income	(0.82)	12.85
Others (Added trust bank account balance)		
<b>Fair Value of plan assets at the end of the year</b>	<b>27.83</b>	<b>33.04</b>

### Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below has been determined based on reasonable possible changes of the respective assumptions occurring at the end of the year, while holding all other assumptions constant.

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Impact of the change in discount rate</b>		
Impact due to increase of 1.00%	(33.44)	(27.30)
Impact due to decrease of 1.00%	40.23	32.80
<b>Impact of the change in future salary growth rate</b>		
Impact due to increase of 1.00%	35.75	32.67
Impact due to decrease of 1.00%	(32.95)	(27.68)



**b) Compensated absences (unfunded)**

The leave obligations cover the Group’s liability for sick and earned leaves. The Group does not have an unconditional right to defer settlement for the obligation shown as current provision. However, based on past experience, the Group does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months, therefore based on the independent actuarial report, only a certain amount of provisions has been recognised in the statement of profit and loss.

The principal assumptions (demographic and financial) used for the purposes of the actuarial valuations were as follows :-

**i) In case of Holding Company:**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.70% p.a.	7.10% p.a.
Future salary increases	6.50% p.a.	6.50% p.a.
Withdrawal rate	3%<30yrs; 2% >=30yrs but <44yrs;1%>=44yrs	3%<30yrs; 2% >=30yrs but <44yrs;1%>=44yrs
Expected average remaining working lives of employees	19 years	24.72 years
Retirement Age	60 years	60 years
In Service Mortality	Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.

Amounts recognized in statement of profit and loss in respect of this defined benefit plan are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Service cost:</b>		
Current service cost	34.23	18.00
Net Interest expense/(income)	5.40	5.49
Employer’s direct benefit payments cost (as per contra)	-	-
Actuarial (gain)/loss due to change in financial assumptions	4.51	1.98
Actuarial (gain)/loss due to change in experience variance	19.83	(5.53)
Actuarial (gain)/loss of plan assets	-	-
Return on plan assets (excluding amounts included in net interest expense)	0.00	0.00
<b>Components of defined benefit costs recognized in profit or loss</b>	<b>63.97</b>	<b>19.94</b>
<b>Re-measurement on the net defined benefit liability:</b>		
Return on plan assets (excluding amounts included in net interest expense)	-	-
Actuarial (gains)/losses arising from changes in financial assumptions	-	-
Actuarial (gains)/losses arising from experience adjustments	-	-
<b>Components of defined benefit costs recognized in other comprehensive income</b>	<b>-</b>	<b>-</b>

The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plan is as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Present value of defined benefit obligation	144.61	88.75
Fair value of plan assets	2.83	2.63
<b>Net liability/ (asset) arising from defined benefit obligation</b>	<b>141.78</b>	<b>86.12</b>

Movements in the present value of the defined benefit obligation are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening defined benefit obligation	88.75	76.86
Current service cost	34.23	18.00
Past service cost	-	-
Interest cost	5.58	5.69
Actuarial loss/(gain) recognized during the year	24.36	(3.56)
Benefits paid	(8.31)	(8.24)
<b>Closing defined benefit obligation</b>	<b>144.61</b>	<b>88.75</b>

Movements in the fair value of plan assets are as follows:

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Fair Value of plan assets at beginning of year*	2.63	2.62
Interest Income	0.19	0.19
Expected return on plan assets	-	-
Employer's contribution	-	-
Benefit paid	-	(0.18)
Actuarial gain/(loss) on plan assets	-	-
Actual return on plan assets excluding interest income	0.01	(0.00)
<b>Fair Value of plan assets at the end of the year</b>	<b>2.83</b>	<b>2.63</b>

### Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonable possible changes of the respective assumptions occurring at the end of the year, while holding all other assumptions constant.

(Rs. In lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Impact of the change in discount rate</b>		
Impact due to increase of 1.00%	(10.85)	(6.24)
Impact due to decrease of 1.00%	12.50	7.13
<b>Impact of the change in future salary growth rate</b>		
Impact due to increase of 1.00%	13.13	7.10
Impact due to decrease of 1.00%	(11.59)	(6.33)



**c) Defined contribution plans**

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards provident fund and employee state insurance scheme which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contributions are charged to the standalone statement of profit and loss as they accrue. The amount recognized as an expense towards contribution to provident and other funds for the year aggregated to ₹183.75 lakhs (March 31, 2024: ₹ 172.48 lakhs).

**ii) In case of Subsidiary Company:**

**Membership data at the date of valuation and statistics based thereon:**

(Rs. In Lakhs)

Membership Data	
Number of employees	182
Total monthly salary	23.15
Average Age (Years)	35.05
Average Past Service (Years)	2.42
Average Outstanding Service of Employees upto Retirement (Years)	22.95
Actuarial Assumptions	
Mortality Rate	Indian Assured Lives Mortality (2012-14) Ult.
Attrition	10%
Disability	No Explicit allowance
Leave Availment factor	5.00% p.a
Discount rate	6.60% p.a
Estimated rate of increase in Compensation Levels	6.5%

**Classification of Liabilities as on 31<sup>st</sup> March, 2025**

(Rs. In Lakhs)

Classification	Gratuity	Leave Encashment
Current	1.05	5.88
Non-Current	27.41	32.13
Total	28.46	38.01

**Changes in Present Value of Obligations**

(Rs. In Lakhs)

Particulars	Gratuity	Leave Encashment
Present Value of Obligations as on 01/04/2024	22.16	17.05
Interest Cost	1.51	1.12
Past Service Cost	-	-
Current Service Cost	9.51	11.24
Benefits Paid	(0.70)	-
Actuarial (gain)/loss on obligations	(4.02)	8.60
Present Value of Obligations as on 31/03/2025	28.46	38.01

### Accounting Policies

Liabilities in respect of employee benefits to employees are provided for as follows:

#### **i) Current Employee Benefits**

- a. Short-term employee benefits are measured on an undiscounted basis and expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus, if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.
- b. Employees' State Insurance ('ESI') is provided on the basis of actual liability accrued and paid to authorities.
- c. The Group has adopted a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method on the additional amount expected to be paid / availed as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur.
- d. Expense in respect of other short-term benefits is recognized on the basis of the amount paid or payable for the period during which services are rendered by the employee.

#### **ii) Post separation employee benefit plan**

##### **a. Defined Benefit Plan**

Gratuity liability accounted for on the basis of actuarial valuation as per Ind AS 19 'Employee Benefits'. Liability recognized in the Standalone Balance Sheet in respect of gratuity is the present value of the defined benefit obligation at the end of each reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by an independent actuary using the projected unit credit method. The present value of defined benefit is determined by discounting the estimated future cash outflows by reference to market yield at the end of each reporting period on government bonds that have terms approximate to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Standalone Statement of Profit and Loss.

Actuarial gain / loss pertaining to gratuity, post separation benefits and PF trust are accounted for as OCI. All remaining components of costs are accounted for in Standalone Statement of Profit and Loss.

##### **b. Defined contribution plan**

A defined contribution plan is a post-employment benefit plan where the Group legal or constructive obligation is limited to the amount that it contributes to a separate legal entity.

The Group makes specified monthly contributions towards Government administered provident fund scheme.

Contribution to Provident Fund is made in accordance with provision of Employees Provident Fund Act, 1952, and is recognized as an expense in the statement of Profit and Loss in the period in which the contribution is due.

## **42. DEFERRED INCOME**

### Accounting Policies

Government grants are not recognised until there is reasonable assurance that the Group will comply with the conditions attached to them and that the grants will be received.

Government grants are recognised in the Statement of Profit and Loss on a systematic basis over the years in which the Group recognises as expenses the related costs for which the grants are intended to compensate or when performance obligations are met.



Government grants, whose primary condition is that the Group should purchase, construct or otherwise acquire non-current assets and nonmonetary grants are recognised and disclosed as 'deferred income' under non-current liability in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.

**43. TRADE PAYABLES**

- a. The information as required to be disclosed pursuant under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) has been determined to the extent such parties have been identified on the basis of information available with the Group.

(Rs. in Lacs)

Particulars		2025	2024
ii)	Amount remaining unpaid: -- Principal -- Interest on the above	280.87 -	838.74 -
ii)	Interest paid by the Group under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day	-	-
iii)	Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006)	-	-
iv)	Interest accrued and remaining unpaid at the end of the year	-	-
v)	Interest remaining due and payable (pertaining to prior years), until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act 2006.	-	-

**b. Ageing schedule for the year ended March 31, 2025**

(Rs. in Lacs)

Particulars	Outstanding for following periods from transaction date				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	3 Years	
i) MSME	280.87	-	-	-	280.87
ii) Others	2,892.58	75.82	-	-	2,968.40
iii) Disputed dues- MSME	-	-	-	-	-
iv) Disputed dues- Others	-	-	-	-	-

**c. Ageing schedule for the year ended March 31, 2024**

(Rs. in Lacs)

Particulars	Outstanding for following periods from transaction date				Total
	< 1 Year	1 to 2 Years	2 to 3 Years	3 Years	
i) MSME	838.74	-	-	-	838.74
ii) Others	2,574.42	91.66	-	-	2,666.08
iii) Disputed dues- MSME	-	-	-	-	-
iv) Disputed dues- Others	-	-	-	-	-

Amount due to entities covered under micro enterprises and small enterprises as defined in the Micro, Small, Medium Enterprises Development Act, 2006, have been identified on the basis of information available with the Group. The total amount due as on 31.03.2025 was 280.87 Lacs (Previous year 838.74 Lacs) and interest on late payment was Nil (Previous year Nil)

#### 44. PROVISIONS

##### Accounting Policies

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursement will be received, and the amount of the receivable can be measured reliably.

A contract is considered to be onerous when the expected economic benefits to be derived by the Group from the contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision for an onerous contract is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before such a provision is made, the Group recognises any impairment loss on the assets associated with that contract.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

##### **Warranties**

A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

##### **Provision on Performing and Non-performing assets**

Loans of Subsidiary Company are classified as performing and non-performing assets. The Non-Performing Assets are further classified as Sub-Standard, Doubtful and Loss Assets.

The Provisioning/ Write-off on Assets on overdue assets is as per the management estimates subject to their minimum provision required as per Master Direction – Non-Banking Financial Company- Non-Systematically Important Non-Deposit taking Company (Reserve bank) Directions, 2016.

#### 45. SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (“CODM”). The board of directors assess the financial performance and position of the Group, and makes strategic decisions and therefore the board would be the chief operating decision maker. Revenues, expenses, assets and liabilities, which are common to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been treated as “unallocated revenues/ expenses/ assets/ liabilities”, as the case may be.

The Group has determined following reportable segments based on the information reviewed by the Group management:

- Tractor: It includes sale of tractors and its spare parts, and scrap sales generated during manufacturing process.
- Crane: It includes sale of cranes.
- NBFC
- Others: These include sale of casting division scrap sales.

Each of these operating segments is managed separately as each requires different technologies, marketing approaches and other resources.



For management purposes, the Group uses the same measurement policies as those used in its financial statements. In addition, corporate assets which are not directly attributable to the business activities of any operating segment are not allocated to a segment.

a) **Segment Revenue and Results:**

**Segment Information for the period ended 31<sup>st</sup> March 2025:**

Consolidated Segment Reporting Disclosure							
							(Rs. In Lacs)
Particulars	Tractors	Crane	NBFC	Others	Eliminations	Unallocable Items	Consolidated Total
	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
<b>REVENUE</b>							
External Revenue	14,101.91	22,505.31	2,041.93	69.78	-	-	38,718.92
Inter Segment Revenue			203.12	4,393.58	(4,596.70)	-	-
<b>Total Revenue</b>	<b>14,101.91</b>	<b>22,505.31</b>	<b>2,245.05</b>	<b>4,463.36</b>	<b>(4,596.70)</b>	-	<b>38,718.92</b>
Miscellaneous Income	79.34	0.30	21.44	-	(1.20)	-	99.88
<b>Segment Revenue</b>	<b>14,181.25</b>	<b>22,505.61</b>	<b>2,266.49</b>	<b>4,463.36</b>	<b>(4,597.90)</b>	-	<b>38,818.81</b>
Interest Income	-	-	-	-	(47.98)	210.27	162.29
Other Unallocable Income	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>14,181.25</b>	<b>22,505.61</b>	<b>2,266.49</b>	<b>4,463.36</b>	<b>(4,645.87)</b>	<b>210.27</b>	<b>38,981.10</b>
<b>RESULT</b>							
<b>Segment Result</b>	<b>1,224.05</b>	<b>2,402.64</b>	<b>1,132.10</b>	<b>7.10</b>	-	-	<b>4,765.88</b>
<b>Add: Other Income</b>	<b>79.34</b>	<b>0.30</b>				<b>210.27</b>	<b>289.91</b>
Unallocated Corporate Expenses	-	-	-	-	-	-	-
Interest Expense	-	-	(1,009.75)	-	-	(1,429.50)	(2,439.25)
<b>Profit Before Taxation</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>122.35</b>	<b>7.10</b>	-	<b>(1,219.23)</b>	<b>2,616.54</b>
Income Taxes	-	-	-	-	-	(261.86)	(261.86)
<b>Profit for the year</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>122.35</b>	<b>7.10</b>	-	<b>(1,481.10)</b>	<b>2,354.68</b>
Items re-classified to OCI (net of tax)	-	-	-	-	-	(0.04)	(0.04)
<b>Profit after Tax</b>	<b>1,303.39</b>	<b>2,402.94</b>	<b>122.35</b>	<b>7.10</b>	-	<b>(1,481.14)</b>	<b>2,354.64</b>
<b>OTHER INFORMATION</b>							
Segment Assets	32,253.00	22,068.93	17,220.26	3,042.16	(7,212.61)	-	67,371.75
Unallocated Corporate Assets	-	-	-	-	-	8,817.46	8,817.46
<b>Total Assets</b>	<b>32,253.00</b>	<b>22,068.93</b>	<b>17,220.26</b>	<b>3,042.16</b>	<b>(7,212.61)</b>	<b>8,817.46</b>	<b>76,189.21</b>
Segment Liabilities	2002.93	3091.78	9241.22	9.71	(712.61)	9,534.27	21,554.50
<b>Total Liabilities</b>	<b>1,414.27</b>	<b>2,182.60</b>	<b>9,129.11</b>	<b>6.86</b>	<b>(712.61)</b>	<b>9,534.27</b>	<b>21,554.50</b>
Depreciation	758.88	37.79	4.50	187.33	-	92.98	1,081.48

Segment Information for the year ended 31<sup>st</sup> March 2024:

Consolidated Segment Reporting Disclosure							
(Rs. In Lacs)							
Particulars	Tractors	Crane	NBFC	Others	Eliminations	Unallocable Items	Consolidated Total
	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
<b>REVENUE</b>							
External Revenue	18,383.33	16,837.64	2,277.03	25.18	-	-	37,523.17
Inter Segment Revenue	-	-	345.96	4,335.31	(4,681.27)	-	-
<b>Total Revenue</b>	<b>18,383.33</b>	<b>16,837.64</b>	<b>2,622.99</b>	<b>4,360.49</b>	<b>(4,681.27)</b>	-	<b>37,523.17</b>
Miscellaneous Income	35.26	0.26	17.28	-	(1.20)	-	51.60
<b>Segment Revenue</b>	<b>18,418.59</b>	<b>16,837.90</b>	<b>2,640.27</b>	<b>4,360.49</b>	<b>(4,682.47)</b>	-	<b>37,574.77</b>
Interest Income	-	-	0.00	-	(44.98)	65.51	<b>20.53</b>
Other Unallocable Income	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>18,418.59</b>	<b>16,837.90</b>	<b>2,640.27</b>	<b>4,360.49</b>	<b>(4,727.45)</b>	<b>65.51</b>	<b>37,595.30</b>
<b>RESULT</b>							
<b>Segment Result</b>	<b>2,047.69</b>	<b>1,758.87</b>	<b>249.19</b>	<b>4.25</b>	-	-	<b>4,060.00</b>
Unallocated Corporate Expenses	-	-	-	-	-	-	-
Interest Expense	-	-	-	-	44.98	(1,715.69)	<b>(1,670.71)</b>
<b>Profit Before Taxation</b>	<b>2,047.69</b>	<b>1,758.87</b>	<b>249.19</b>	<b>4.25</b>	<b>44.98</b>	<b>(1,715.69)</b>	<b>2,389.29</b>
Income Taxes	-	-	(63.37)	-	-	(785.64)	<b>(849.01)</b>
<b>Profit after tax</b>	<b>2,047.69</b>	<b>1,758.87</b>	<b>185.82</b>	<b>4.25</b>	<b>44.98</b>	<b>(2,501.35)</b>	<b>1,540.28</b>
Items re-Classified to OCI (net of tax)	-	-	-	-	-	0.62	<b>0.62</b>
<b>Profit for the Year</b>	<b>2,047.69</b>	<b>1,758.87</b>	<b>185.82</b>	<b>4.25</b>	<b>44.98</b>	<b>(2,501.97)</b>	<b>1,539.66</b>
<b>OTHER INFORMATION</b>							
Segment Assets	30,355.68	10,572.97	14,941.84	2,873.34	(2,518.91)	-	56,224.93
Unallocated Corporate Assets	-	-	-	-	-	8,570.01	8,570.01
<b>Total Assets</b>	<b>30,355.68</b>	<b>10,572.97</b>	<b>14,941.84</b>	<b>2,873.34</b>	<b>(2,518.91)</b>	<b>8,570.01</b>	<b>64,794.94</b>
Segment Liabilities	2,834.58	2,596.24	11,443.89	3.88	(518.91)	16,729.01	33,088.69
<b>Total Liabilities</b>	<b>2,834.58</b>	<b>2,596.24</b>	<b>11,443.89</b>	<b>3.88</b>	<b>(518.91)</b>	<b>16,729.01</b>	<b>33,088.69</b>
Depreciation	712.52	38.70	6.21	191.82	-	82.11	1,031.36

b) **Additional information by Geographies:**

(Rs. In lacs)

Description	Year ended 31 March 2025	Year ended 31 March 2024
<b>Revenue from operations by geographical market</b>		
India	36,149.70	35,621.29
Outside India	2,569.22	1,901.88
<b>Total</b>	<b>38,718.92</b>	<b>37,523.17</b>
<b>Non-current assets</b>		
India	22,375.90	20,681.34
Outside India	-	-
<b>Total</b>	<b>22,375.90</b>	<b>20,681.34</b>



**c) Revenue from major customers:**

The Group is not reliant on revenues on transactions with any single external customer and does not receive 10% or more of its revenues from transactions with any single external customer.

**Notes:**

1. Operating segments have been identified by the Group taking into account nature of services, associated risks and returns and internal reporting system that reflects the manner in which operating results are regularly reviewed by the Chief Operating Decision Maker for purpose of making decisions on resources to be allocated to such segments and assess their performance.
2. Segment revenue, segment results, segment assets and segment liabilities include the respective amount identifiable for each operating segment.

**46. BORROWING COSTS**

**Accounting Policies**

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing cost which are not relatable to the qualifying asset are recognized as an expense in the period in which they are incurred. Borrowing cost on specific loans, used on acquisition or construction of fixed assets, which necessarily take a substantial period of time to be ready for their intended use, are capitalised. Other borrowing costs are recognized as an expense in the period in which they are incurred.

**47. AUDITOR'S REMUNERATION**

(Rs. in Lacs)

Particulars	2024-25	2023-24
• Statutory Audit*	29.25	37.13
• Tax Matters	-	-
• Other Services	-	-
• Reimbursement of Expenses	-	-

*\*Includes Statutory Audit Fees of Subsidiary Company*

**48. CORPORATE SOCIAL RESPONSIBILITY**

As per section 135 of the Companies Act, 2013, the Company is required to spend 2% of its average net profit of the immediately three preceding financial years on CSR.

(Rs. In Lacs)

S. No.	Particulars	2025	2024
a)	Gross amount required to be spent by the Company during the year based on 2% of average net profits	34.69	26.90
b)	Reversal of last year excess expenditure	26.50	15.78
c)	Amount spent during the year on:		
	i. Construction/acquisition of assets held by the company	18.40	37.62
	ii. On purpose other than above		
d)	(Excess)/ Shortfall (a)-(b+c)	(10.21)	(26.50)*
e)	Driven by the core purpose and in line with CSR vision, our Company continued to focus on investing in rural development and skill development entrepreneurship by contributing towards National Employability Through Apprenticeship Programme (NETAP).		

\*The Company has an excess CSR spent of Rs. 10.21 lacs (Previous year Rs. 26.50 lacs) which it proposes to offset against future obligations and has recognised the same as an asset in the balance sheet.

Amount recognised as expense in profit or loss is Rs. 34.69 lacs (2024: Rs. 26.90 lacs).

In respect to section 135(5) of Companies Act, 2013

(Rs. In Lacs)

For the year ended March 31, 2025				
Particulars	Opening Balance (A)	Required to be Spent (B)	Actual Spent (C)	Closing Balance (A+B-C)
CSR spent during the year	26.50	34.69	18.40	10.21

**49. EARNINGS PER SHARE (EPS)**

**a. Basic Earnings Per Share**

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Profit/(Loss) as per statement of profit and loss	2,354.68	1,540.28
Weighted average number of equity shares outstanding	412.99	375.52
Basic EPS (In Rs)	<b>5.70</b>	<b>4.10</b>

**b. Diluted Earnings Per Share**

(Rs. in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Profit attributable to equity shareholders (diluted)</b>	2,354.68	1,540.28
<b>Weighted average number of equity shares (diluted)</b>	412.99	375.52
Weighted average number of equity shares (basic)	412.99	375.52
Effect of exercise of share option	-	-
Weighted average number of equity shares (diluted) for the year	412.99	375.52
<b>Diluted earnings per share</b>	<b>5.70</b>	<b>4.10</b>

**Accounting Policies**

**i. Basic earnings per share**

Basic EPS = 
$$\frac{\text{Profit/(Loss) attributable to owners of the Group}}{\text{Weighted average number of equity shares outstanding during the financial year}}$$

**ii. Diluted earnings per share**

Diluted EPS = 
$$\frac{\text{Profit/(loss) attributable to owners of the Group}}{\text{Weighted average number of equity shares outstanding during the year after adjustment for the effects of dilutive potential equity shares}}$$



## 50. RELATED PARTY DISCLOSURES

- a. Entities over which KMP exercise control: Nil
- b. Key Managerial Personnel and their close members

### Key Managerial Personnel (KMP):

S. No.	Name of KMP	Nature of Relationship
1	Mr. R.S. Khadwalia	Chairman and Managing Director
2	Mr. Anshul Khadwalia	Director till 13-08-2023 Whole Time Director w.e.f. 14-08-2023
3	Mr. Puneet Ralhan	Whole Time Director till 30-01-2024
4	Mr. BK Mahendroo - in Holding Company - in Subsidiary Company	Independent Director w.e.f. 14-08-2023 Director
5	Ms. Arshdeep Kaur	Independent Director
6	Ms. Babita Dosajh	Independent Director w.e.f. 12-09-2023
7	Mrs. Sunita Saini - in Holding Company - in Subsidiary Company	Director till 5-08-2023 Director
8	Mr. S.P. Mittal - in Holding Company - in Subsidiary Company	Director till 5-08-2023 Director
9	Mr. Prem Chand Dhiman	Independent Director till 22-08-2023
10	Mr. Surinder Mohan Singla	Chief Financial Officer till 11-09-2023
11	Ms. Navpreet Kaur	Company Secretary
12	Mr. Varun Sharma	Chief Financial Officer w.e.f. 11-09-2023
13	Mr. Kadappa Adivappa Chinagundi	Whole Time Director till 27-06-2024
14	Mr. Charan Singh Saini	Whole Time Director w.e.f. 12-07-2024
15	Ms. Aayushi	Company Secretary
16	Mr. Gurvinder Singh Chadha	Chief Financial Officer
17	Mr. Vishal Anand Dewliya	Chief Executive Officer

### Close member of KMP:

S. No.	Close Member of KMP	Nature of Relationship
1	Mr. Shubham Khadwalia	Managing Director's Son
2	Ms. Diksha Khadwalia	Whole Time Director's Spouse

- c. Transactions with related parties

### Key Managerial Personnel

(Rs. In Lacs)

S. No.	Particulars	31.03.2025	31.03.2024
1	Remuneration	303.03	334.05
2	Rent Paid	24.81	33.21
3	Sitting Fee Paid	6.80	1.80
4	Unsecured Loans (Accepted)	1,500.00	-

**Close member of the Key Managerial Personnel**

(Rs. In Lacs)

S. No.	Particulars	31.03.2025	31.03.2024
1	Remuneration	72.86	80.75
2	Rent Paid	18.00	18.00

**d. Outstanding Balances**

(Rs. In lacs)

S. No.	Particulars	31.03.2025	31.03.2024
1	<b>Employee Benefit Payable</b>		
	Mr. R.S. Khadwalia	4.97	4.98
	Mr. Anshul Khadwalia	5.48	5.38
	Ms. Navpreet Kaur	0.94	0.77
	Ms. Diksha Khadwalia	1.88	1.81
	Mr. Shubham Khadwalia	2.36	-
	Ms. Arshdeep Kaur	1.49	-
	Ms. Aayushi	0.54	0.48
	Mr. Vishal Anand Dewliya	2.18	2.39
	Mr. Varun Sharma	1.06	0.91
	Mr. Kadappa Chinagundi	-	4.16
	Mr. Charan Singh Saini	1.83	-
	Ms. Babita Dosajh	1.67	-
	Mr. BK Mahendroo	1.80	-
2	<b>Security Deposit</b>		
	Mr. Shubham Khadwalia	15.00	15.00
	Mr. R.S. Khadwalia	2.40	2.40
3	<b>Unsecured Loan</b>		
	Mr. R.S. Khadwalia	1,500.00	-

**51. CONTINGENT LIABILITIES AND COMMITMENTS**

(Rs. in Lacs)

S. No.	Particulars	As at March 31,2025	As at March 31, 2024
<b>a)</b>	<b>Commitments</b>		
i)	Estimated amount of contracts remaining to be executed on capital account and not provided for	12.72	-
<b>b)</b>	<b>Contingent Liabilities</b>		
i)	Counter guarantee to bank	261.92	175.91
ii)	Bond Executed by the Group in favour of DGFT	68.23	68.23
iii)	Claims against the Group not acknowledged as debts	854.08	998.14
iv)	Excise matters in dispute #	303.67	303.67
v)	Consumer cases in dispute/Under appeal*	215.31	242.18
vi)	Bill Discounting	-	-
vii)	Income Tax matters in dispute##	19.09	49.02
	<b>Total</b>	<b>1,735.02</b>	<b>1,837.15</b>

\*Excise cases related to years November 2003-January 2005 was already decided in favour of Company by Commissioner (Appeals), Customs and Central Excise, Chandigarh and the demand was deleted.

However, the department has elected to file appeal against order with Customs Excise and Service Tax Appellate Tribunal (CESTAT).



The management is hopeful that, same will be decided in favour of company and no material liability will devolve on the company in respect of these matters.

##The Company believes, these claims are not tenable and chances of claim materializing are remote. The Company is certain of getting a favorable judgement in the favour of the Group.

\*Interest and claims by customers, suppliers, lenders and employees may be payable as and when the outcome of the related matters is finally determined and hence have not been included above. Management based on legal advice and historical trends, believes that no material liability will devolve on the Company in respect of these matters.

#### **Accounting Policies:**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Group does not recognise a contingent liability but discloses its existence in the financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent liabilities and commitments are reviewed by the management at each balance sheet date.

Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

#### **52. DISCLOSURE OF TRANSACTIONS WITH STRUCK OFF COMPANIES**

The Group did not have any material transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956 during the financial year.

#### **53. DISCLOSURE REQUIRED UNDER SECTION 186(4) OF THE COMPANIES ACT, 2013**

The Group had given loan to employees during the year, however in line with Circular No 04/2015 issued by Ministry of Corporate Affairs dated 10 March 2015, loans given to employees as per the Group's policy are not considered for the purposes of disclosure under Section 186(4) of the Companies Act, 2013.

#### **54. CREDIT RATING**

Rating has been obtained from credit rating agency Infomermics Valuation and Rating Pvt. Ltd. The details of which are as below:

Nature of Facility	March 31, 2025	March 31, 2024
Long Term Fund Based Facility- Term Loan	IVR A-/ Stable (IVR A Minus with Stable Outlook)	IVR A-/ Stable (IVR A Minus with Stable Outlook)
Long Term Fund Based Facility- OCC/OBBD	IVR A-/ Stable (IVR A Minus with Stable Outlook)	IVR A-/ Stable (IVR A Minus with Stable Outlook)
Short Term Non-Fund Based Facility- ILC/FLC	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)
Short Term Non-Fund Based Facility- BG	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)
Short Term Non-Fund Based Facility- Forward Contract	IVR A2+ (IVR A Two Plus)	IVR A2+ (IVR A Two Plus)

#### **55. INITIAL PUBLIC OFFER**

During the year ended March 31<sup>st</sup> 2024, the company completed its initial public offer (IPO) of 1,21,00,000 equity shares of face value of Rs. 10 each at an issue price of Rs. 215 each (including a share premium of Rs. 205 per share). The issue comprised of fresh issue of 86,00,000 equity shares aggregating to Rs. 18,490.00 Lakhs and offer for sale of 35,00,000 equity shares aggregating to Rs. 7,525.00 Lakhs. The equity shares of the Company were listed on the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) on January 07, 2025.

Consequent to allotment of fresh issue, the paid-up equity share capital of the Company stands increased from 3,945.16 lakhs consisting of 3,94,51,600 equity shares of Rs. 10 each to Rs. 4,805.16 lakhs.

The total offer expenses were estimated to the fresh issue are Rs. 1,683.30 Lakhs (including taxes). The utilisation of IPO proceeds from fresh issue (net of IPO related expense of Rs. 1,683.30 Lakhs) is summarised below:

S. No.	Particulars	Amount (in Lacs)
1	Gross Proceeds of the Fresh Issue	18,490.00
2	Less: Company's share of Offer related expenses	1,683.30
<b>Total</b>		<b>16,806.70</b>

The aforesaid offer related expenses in relation to the Fresh Issue have been adjusted against securities premium as per Section 52 of the Companies Act, 2013.

Object for Utilization	Amount Proposed to be utilized for the object	Total Amount Utilized till 31 <sup>st</sup> March, 2025
Repayment and / or prepayment, in part or in full, of certain outstanding loans of the Company	5,000.00	5,000.00
Investment in the Subsidiary, namely Barota Finance Limited	4,500.00	4,500.00
Setting up new Dedicated Unit for Expansion of our Pick & Carry Cranes Manufacturing Capacity	7,007.40	172.39
General Corporate Purposes	299.30	200.88
<b>Total</b>	<b>16,806.70</b>	<b>9,873.27</b>

## 56. ANALYTICAL RATIOS

Ratio	Numerator	Denominator	31.03.2025	31.03.2024
Current Ratio <sup>(a)</sup>	Current Assets	Current Liabilities	2.79	1.50
Debt Equity Ratio <sup>(b)</sup>	Long Term & Short -Term Borrowings	Equity	0.32	0.85
Debt Service Coverage Ratio	Earnings before Interest & Tax	Interest & Principal due during the year	0.75	0.75
Return on Equity	Net Profit after Tax	Average of opening & Closing Equity Shareholder's Fund	5.55%	5.07%
Inventory Turnover Ratio	Consumption during the year & Change in Inventory	Average Inventory Holdings	1.34	1.35
Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivables	3.65	4.20
Trade Payables Turnover Ratio <sup>(c)</sup>	Net Purchases during the year	Average Trade Payables	6.94	6.75
Net Capital Turnover Ratio <sup>(d)</sup>	Revenue from Operations	Average Net Working Capital	1.87	3.55
Net Profit Ratio <sup>(e)</sup>	Net Profit after Tax	Revenue from Operations	6.08%	4.10%



Ratio	Numerator	Denominator	31.03.2025	31.03.2024
Return on Capital Employed	Earnings before Interest & Tax	Average of current year & previous year Total Equity, Total debt (including current maturities)	7.19%	8.96%
Return on Investment	N/A	N/A	N/A	N/A

**Comments for variations above 25%, if any:**

- a. Due to increase in current assets
- b. Due to substantial repayment of borrowings during the year
- c. Due to higher purchases and better payment cycles during the year
- d. Due to an increase in average working capital
- e. Due to increase in net profit

**57. Disclosures Requirements Under Scale Based Regulation for NBFCs**

- a) **Exposure**
  - i) **Exposure to real estate sector**

(Rs. In lakhs)

Category	31.03.2025	31.03.2024
1) <i>Direct Exposure</i>		
• Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits.	Nil	Nil
• Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits.	Nil	Nil
• Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –		
i. Residential	Nil	Nil
ii. Commercial Real Estate	Nil	Nil
2) <i>Indirect Exposure</i>		
Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	Nil	Nil
<b>Total Exposure to Real Estate Sector</b>	<b>Nil</b>	<b>Nil</b>

**ii) Exposure to capital market**

(Rs. In lakhs)

S. No.	Particulars	31.03.2025	31.03.2024
1	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt	Nil	Nil
2	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds	Nil	Nil

S. No.	Particulars	31.03.2025	31.03.2024
3	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	Nil	Nil
4	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances	Nil	Nil
5	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	Nil	Nil
6	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources	Nil	Nil
7	Bridge loans to companies against expected equity flows / issues	Nil	Nil
8	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	Nil	Nil
9	Financing to stockbrokers for margin trading	Nil	Nil
10	All exposures to Alternative Investment Funds: <ul style="list-style-type: none"> <li>• Category I</li> <li>• Category II</li> <li>• Category III</li> </ul>	Nil Nil Nil	Nil Nil Nil
	<b>Total exposure to capital market</b>	<b>Nil</b>	<b>Nil</b>

iii) **Intra-group exposures**

(Rs. In lakhs)

Particulars	31.03.2025	31.03.2024
Total amount of intra-group exposures	Nil	Nil
Total amount of top 20 intra-group exposures	Nil	Nil
Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	Nil	Nil

iv) **Sectoral Exposure**

Sectors	Current Period FY 2024-25			Previous Year FY 2023-24		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crores)	Gross NPAs (₹ crores)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crores)	Gross NPAs (₹ crores)	Percentage of Gross NPAs to total exposure in that sector
1) Agriculture and Allied Activities	128.13	5.34	4.17	145.34	5.59	3.84
2) Industry	Nil	Nil	Nil	Nil	Nil	Nil
3) Services	Nil	Nil	Nil	Nil	Nil	Nil
4) Personal Loans	Nil	Nil	Nil	Nil	Nil	Nil
5) Others Construction Equipment	3.57	Nil	Nil	0.06	Nil	Nil



v) **Unhedged foreign currency exposure**

The Company's exposure to foreign currency risk at the end of reporting period is Nil.

b) **Disclosure of Complaints**

i) **Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman**

S. No.		Particulars	2025	2024
<b>Complaints received by the NBFC from its customers</b>				
1.		Number of complaints pending at beginning of the year	-	-
2.		Number of complaints received during the year	22	12
3.		Number of complaints disposed during the year	22	12
	3.1	Of which, number of complaints rejected by the NBFC	10	2
4.		Number of complaints pending at the end of the year	-	-
<b>Maintainable complaints received by the NBFC from Office of Ombudsman</b>				
5.*		Number of maintainable complaints received by the NBFC from Office of Ombudsman	1	1
	5.1	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	1	1
	5.2	Of 5, number of complaints resolved through conciliation/ mediation/ advisories issued by Office of Ombudsman	-	-
	5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6.*		Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

ii) **Top five grounds of complaints received by the NBFCs from customers**

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
<b>March 31, 2025</b>					
<b>NOC related</b>		3	-57.14%		
<b>CIBIL Dispute</b>		4	100%		
<b>Staff Interaction/ Collection related</b>		4	100%		
<b>Repossession of Collateral related</b>		3	N.A.		
<b>Others</b>		8	700%		
<b>Total</b>		<b>22</b>			

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
<b>March 31, 2024</b>					
NOC related	-	7	250%	-	-
CIBIL Dispute	-	2	(50%)	-	-
Staff Interaction/ Collection related	-	2	-	-	-
Repossession of Collateral related	-	0	(100%)	-	-
Others	-	1	100%	-	-
<b>Total</b>	-	<b>12</b>	-	-	-

#### 58. Additional Disclosure Requirements related to Subsidiary Company

##### i) Loan Provisions

The Company has made adequate provision for the Non - Performing Assets identified in accordance with the guidelines issued by The Reserve Bank of India. In accordance with the Master Directions, – Non-Banking Financial Company- Non-Systematically Important Non-Deposit taking Company (Reserve bank) Directions ,2016, the company has a total provision of Rs. 143.64 Lacs as at balance sheet date. (As at 31st March,2024 provision was Rs. 137.26 Lacs).

The Company has made adequate provision for the Standard Assets identified in accordance with the guidelines issued by The Reserve Bank of India. In accordance with the Master Directions, – Non-Banking Financial Company- Non-Systematically Important Non-Deposit taking Company (Reserve bank) Directions ,2016, the company has a total provision of Rs. 31.59 Lacs as at balance sheet date. (As at 31st March,2024 provision was Rs. 34.95 Lacs).

##### ii) Liquidity Risk

##### a. Funding Concentration based on significant counterparty (both deposits and borrowings)

S. No.	Number of Significant Counterparties	Amount (INR Crore)	% of Total Deposits*	% of Total Liabilities
1.	2	76.64	N.A.	82.93%

\*There are no deposits accepted by the Company during the year as Company is non-deposit taking NBFC

##### b. Top 20 large deposits (amount in Rs. crore and % of total deposits) - Not Applicable

##### c. Top 10 borrowings (amount in Rs. crore and % of total borrowings)

Amount in INR crores	81.63
% of total Borrowings	100%



**d. Funding Concentration based on significant instrument/product**

S. No.	Name of Instrument	Amount (INR crores)	% of Total Liabilities
1.	Loan from Bank	76.64	82.93%
2.	Inter Corporate Deposit from Holding Company	5.00	5.41%
	<b>Total borrowings under significant instruments</b>	<b>81.63</b>	<b>88.34%</b>

**e. Stock Ratios:**

Instrument (As %)	% of Total Public Funds	% of Total Liabilities	% of Total Assets
Commercial Paper	-	-	-
NCD (original maturity of less than one year)	-	-	-
Other short-term liabilities	39.65%	35.05%	18.68%

**f. Institutional set-up for liquidity risk management**

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles. The Board has constituted the Asset Liability and Risk Management Committee, which is responsible for monitoring the overall risk process within the Company.

**Notes:**

- **Significant counterparty:** Significant counterparty is defined as a single counterparty or company of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs as defined in RBI Circular RBI/2019-20/88 DOR.NBFC (PD) CC.No.102/03.10.001/2019-20 dated November 4, 2019, on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies.
- **Significant instrument/product:** A "significant instrument/product" is defined as a single instrument/product of company of similar instruments/products which in aggregate amount to more than 1% of the NBFCNDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.
- **Total liabilities:** Total liabilities include all external liabilities (other than equity).
- **Public funds:** "Public funds" includes funds raised either directly or indirectly through public deposits, inter-corporate deposits, bank finance and all funds received from outside sources such as funds raised by issue of Commercial Papers, Debentures etc. but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 5 years from the date of issue.
- **Other short-term liabilities:** All short-term borrowings other than CPs and NCDs with original maturity less than 12 months.

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

There were no litigation pending against the company which could be materially impact its financial position as at the end of the year.

iv) **Regulatory Restriction**

**Loan to Directors, Senior Officers and relatives of Directors**

The company is having Board approved policy on grant of loans to directors, senior officers and relatives of directors and to entities where director or their relatives have major shareholding.

Particulars	Period Ended 31.03.2025	Year Ended 31.03.2023
Directors and their relatives	Nil	Nil
Entities associated with directors and their relatives	Nil	Nil
Senior Officers and their relatives	Nil	Nil

**59. ADDITIONAL REGULATORY DISCLOSURE REQUIREMENTS**

No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

- a. Crypto Currency or Virtual Currency
- b. Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- c. Registration of charges or satisfaction with Registrar of Companies
- d. Compliance with number of layers of companies
- e. Relating to borrowed funds:
  - Wilful defaulter
  - Utilization of borrowed funds & share premium
  - Discrepancy in utilization of borrowings
- f. Title deeds of immoveable properties not held in name of Group.
- g. Revaluation of property, Plant and equipment as no such revaluation taken place during the year.

**60. Details of Subsidiary with Ownership % and Place of Business**

Name of the Company	Method of Accounting for the Investment	Nature	Principal Activities	Country of Incorporation	% equity interest	
					As at 31 <sup>st</sup> March, 2025	As at 31 <sup>st</sup> March, 2024
Barota Finance Limited	At Cost	Subsidiary	NBFC	India	100%	100%

**61. Additional Disclosure requirements under Schedule III, to the Companies Act, 2013 of Entities Consolidated as Subsidiaries**

Name of the Entity	Country of Incorporation	31st March 2025							
		Net Assets (Total assestminus total liabilities)		Share in Profit/(loss)		Share in other Comprehensive income		Share in total comprehensive income	
		As% of Consolidate	Amount	As% of Consolidate	Amount	As % of Consolidate	Amount	As % of Consolidate	Amount
<b>Holding Company</b>									
Indo Farm Equipment limited	India	97.01%	51,543.56	96.04%	2,261.48	100.00%	-0.04	96.04%	2,261.44
<b>Subsidiary</b>									
Barota Finance Limited	India	15.23%	8,091.15	3.96%	93.20	-	-	3.96%	93.20
<b>Total</b>		<b>112.23%</b>	<b>59,634.71</b>	<b>100.00%</b>	<b>2,354.68</b>	<b>100.00%</b>	<b>-0.04</b>	<b>100.00%</b>	<b>2,354.64</b>



Name of the Entity	Country of Incorporation	31st March 2024							
		Net Assets (Total assestminus total liabilities)		Share in Profit/(loss)		Share in other Comprehensive income		Share in total comprehensive income	
		As% of Consolidate	Amount	As% of Consolidate	Amount	As % of Consolidate	Amount	As % of Consolidate	Amount
<b>Eliminations /Adjustments arising out of Consolidation</b>									
Assets / Income djustments		-13.57%	-7,212.61	-10.71%	-252.30	-	-	-10.71%	-252.30
Liabilities / Expense Adjustments		1.34%	712.62	10.71%	252.30	-	-	10.71%	252.30
<b>Indo Farm Equipment Limited Consolidated Financial Statements</b>		<b>100.00%</b>	<b>53,134.72</b>	<b>100.00%</b>	<b>2,354.68</b>	<b>100.00%</b>	<b>-0.04</b>	<b>100.00%</b>	<b>2,354.64</b>
<b>Holding Company</b>									
Indo Farm Equipment limited	India	95.28%	30,208.29	87.94%	1,354.46	100.00%	-0.62	87.93%	1,353.84
<b>Subsidiary</b>									
Barota Finance Limitd	India	11.03%	3,497.95	12.06%	185.82	-	-	12.07%	185.82
<b>Total</b>		<b>106.31%</b>	<b>33,706.24</b>	<b>100.00%</b>	<b>1,540.28</b>	<b>100.00%</b>	<b>-0.62</b>	<b>100.00%</b>	<b>1,539.66</b>
<b>Eliminations /Adjustments arising out of Consolidation</b>									
Assets / Income Adjustments		-7.94%	2,518.91	-25.46%	-392.14	-	-	-25.47%	-392.14
Liabilities / Expense Adjustments		1.64%	518.91	25.46%	392.14	-	-	25.47%	392.14
<b>Indo Farm Equipment Limited Consolidated Financial Statements</b>		<b>100.00%</b>	<b>31,706.24</b>	<b>100.00%</b>	<b>1,540.28</b>	<b>100.00%</b>	<b>-0.62</b>	<b>65.39%</b>	<b>1,539.66</b>

62. The group has reclassified previous year's figures to confirm to current year's classification. The group's Financial Statements are presented in Indian Rupees and all values are rounded to the nearest Lacs ('00000') or two decimals' places thereof, except when otherwise indicated.

**For Indo Farm Equipment Limited**  
CIN: L29219CH1994PLC015132

**R.S. Khadwalia**  
Chairman cum Managing Director  
(DIN:00062154)

**Anshul Khadwalia Director**  
(DIN:05243344)

**Varun Sharma**  
Chief Financial Officer  
(PAN: FNHPS7649L)

**Navpreet Kaur**  
Company Secretary  
(PAN:ANMPK5801G)

**Deepak Jindal**  
(Partner)  
M. No.: 514745  
UDIN: 25514745BMOEWR8073

**Gurvinder Singh Chadha**  
General Manager  
PAN:AHEPC6779P

Place: Chandigarh  
Date: 28-05-2025

Place: Chandigarh  
Date: 28-05-2025