



PITTI INDUSTRIES PRIVATE LIMITED
(Formerly Bagadia Chaitra Industries Private Limited)

Regd. Office: Plot No 7 & 8, KIADB Industrial Area, Vasanthanarasapura 2nd Phase,
Yalladaddlu, Kora Hobli, Tumakuru - 572128
Ph: 08162950055, Email : contact.bng@pitti.in
Website: www.pitti-industries.in
CIN : U31200KA2006PTC038273

NOTICE

Notice is hereby given that the 20th Annual General Meeting of the members of Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) will be held on Thursday, 25th September 2025 at 3:00 PM IST through Video Conferencing ("VC)/ Other Audio Visual Means ("OAVM") to transact the following businesses:

Ordinary Business:

1. To receive, consider, approve and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2025 and the Reports of the Board of Directors and Auditors thereon and in this regard to consider and if thought fit, to pass with or without modification(s) the following resolution as Ordinary Resolution:

"RESOLVED THAT the audited financial statements of the Company for the financial year ended 31st March 2025 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted."

2. To appoint a Director in place of Shri Sandip Agarwala (DIN:02418354), who retires by rotation and being eligible, offers himself for reappointment and in this regard to consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri Sandip Agarwala (DIN: 02418354), who retires by rotation at this meeting and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

Special Business:

3. To ratify the payment of remuneration to the Cost Auditors for the financial year 2025-26 and in this regard to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under, as amended from time to time, the remuneration payable to M/s. S S Zanwar & Associates, Cost Accountants (Firm Registration No.100283), appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March 2026 amounting to ₹ 1,00,000/- (Rupees one lakh only) plus applicable taxes and reimbursement of out-of-pocket expenses incurred in connection with the aforesaid audit, be and is hereby ratified."

Place of Signing: Hyderabad
Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
(Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
Chairman
DIN: 00078760

NOTES:

1. An Explanatory Statement pursuant to Section 102 of the Companies Act 2013 (“**the Act**”) in respect of Special Business to be transacted at the Annual General Meeting (**AGM**) is annexed hereto and forms part of this notice. Details of Director retiring by rotation is provided in the “Annexure-1” to the Notice.
2. The Ministry of Corporate Affairs (“**MCA**”) has, vide its circular dated 19th September 2024, read together with circulars dated 8th April 2020, 13th April 2020, 15th June 2020, 28th September 2020, 31st December 2020, 23rd June 2021, 8th December 2021, 5th May 2022, 28th December, 2022 and 25th September 2023 (together referred to as “MCA Circulars”), has allowed companies to hold general meetings through Video Conferencing (“**VC**”) or Other Audio Visual Means (“**OAVM**”), without requiring members to be physical present at a common venue. In accordance with the MCA Circulars and applicable provisions of the Act read with Rules made thereunder, the AGM of the Company is being held through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.
3. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf. Since this AGM is being held through VC /OAVM as per MCA Circulars, physical attendance of Members has been dispensed with. Accordingly, the option to appoint a proxy is not available and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
4. The Register of Directors’ and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the Directors are interested under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to in accompanying notice are open for inspection by the members at the Registered office of the Company on all working days between 11.00 A.M and 1.00 P.M and will also be available for electronic inspection by the members from the date of circulation of this Notice up to the conclusion of the AGM. Members seeking to inspect such documents can send an e-mail to contact.bng@pitti.in
5. Corporate Members intending to send their authorised representatives to attend the Meeting, pursuant to Section 113 of the Act, are requested to send a certified copy of the relevant Board Resolution authorising such representatives to attend and vote on their behalf at the Meeting.
6. Members seeking any information with regard to any of the matters placed at the AGM, are requested to write to the Company on or before 24th September 2025 through email on contact.bng@pitti.in. The same will be replied to by the Company suitably.
7. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID, PAN, mobile number at contact.bng@pitti.in from 20th September 2025, 9:00 a.m. (IST) to 24th September 2025, 3:00 p.m. (IST)). Those members who have registered themselves as a speaker will only 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.
8. Since the AGM will be held through VC / OAVM, the Route Map is not annexed to this Notice.
9. The cut-off date for voting and attending the AGM is Friday, 19th September 2025.

10. **Dispatch of Notice**

In compliance with the aforesaid Circulars issued by MCA, Notice of the AGM is being sent only through electronic mode to those Members whose email addresses are registered with the Company/
Depositories/RTA. Members may also note that the AGM Notice will also be available on the Company's website at www.pitti-industries.in

11. Manner of registering /updating email address

Members who have not yet registered their email addresses are requested to register the same with their DPs.

12. **Instructions for Participating in the AGM through VC/OAVM**

- a) Members will be provided the facility to attend the AGM through VC/OAVM using the Microsoft Teams Platform. The link to join the meeting will be sent to their registered email addresses. Members are requested to click on the link to access and join the meeting.

For first-time users of Microsoft Teams, the platform can be accessed through a web browser without needing to download the app. However, for a better experience, it is recommended to download and install the Microsoft Teams application in advance.

- b) In case a person becomes a Member of the Company after sending of the Notice and is holding shares as of the cut-off date viz., 19th September 2025, he/she may obtain the credentials of the meeting by sending a request at contact.bng@pitti.in.
- c) The facility for joining the AGM will open 5 minutes before the scheduled start time.
- d) Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

13. **Manner of casting vote on resolutions placed before the AGM**

- a) As the total number of Members in the Company is less than fifty, the voting shall be conducted at the meeting by show of hands.
- b) In the event a poll is demanded by any member under section 109 of the Act, the poll form shall be sent to the members from the designated Company email address contact.bng@pitti.in. Members shall be required to submit the duly filled in poll form by emailing it to the designated Company email address.
- c) The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on the cut-off date viz., 19th September 2025.

14. **Helpdesk for any technical issues in login**

Members facing technical issue in login before or during the meeting may contact the Company by sending an email to contact.bng@pitti.in or call 08162950055.

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013.

Item No. 3

The Board of Directors of the Company at their meeting held on 21st April 2025 approved the appointment and remuneration of M/s. S S Zanwar & Associates, Cost Accountants to conduct audit of cost records maintained by the Company for the financial year ending 31st March 2026. In terms of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, remuneration of the Cost Auditors needs ratification by the Members of the Company.

None of the Directors or Key Managerial Personnel of the Company or their relatives, are concerned or interested, financially or otherwise, in this resolution set out in Item No. 3 of the notice.

The Board recommends the ordinary resolution set out at Item No. 3 of the notice for approval by the Members.

Place of Signing: Hyderabad
Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
(Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
Chairman
DIN: 00078760

Annexure-1**Details of Directors seeking appointment / re-appointment at the Annual General Meeting**

Name	Shri Sandip Agarwala
DIN	02418354
Age	49 years
Date of first appointment on the Board	6th May 2024
Profile	Shri Sandip Agarwala aged 49 years is the COO -Motor & Generator Components Business of Pitti Engineering Limited (Holding Company). He is a Postgraduate in Business Administration and has rich experience in the field of marketing and business development matters.
Expertise in specific functional area	Industrial Management
Terms & conditions of Re-appointment	Re-appointment as a Non-Executive Director liable to retire by rotation
Remuneration proposed to be paid	Nil
Past remuneration	Nil
Shareholding in the Company as on date of this Notice	1 equity share as nominee of Pitti Engineering Limited
Number of meetings attended during the current financial year 2024-25	Seven (7)
Relationship with other Directors / Key Managerial Personnel	Not related to any Director / Key Managerial Personnel
Other Directorship as on date of this Notice	Dakshin Foundry Private Limited (Unlisted)
Membership / Chairmanship of Committees of other Boards	Shri Sandip Agarwala is a member of the Risk Management Committee of Pitti Engineering Limited.

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 20th Annual Report on the business and operations of the Company together with audited financial statements of your Company for the year ended 31st March 2025.

Financial Results & Operations

The financial performance of your Company for the year ended 31st March 2025 is summarized below:

Particulars	₹ in lakhs	
	FY 2024-25	FY 2023-24
Revenue from operations	24,094.25	24,840.24
Other Income	10.51	86.32
Total Income	24,104.76	24,926.56
Expenditure	22,360.24	23,277.59
Profit before depreciation, amortization, interest & tax (EBITDA)	1,744.52	1,648.97
Depreciation and amortization	283.71	233.18
Finance cost	207.90	264.61
Profit Before Taxes	1,252.91	1,151.18
Tax expenses	267.30	352.44
Profit After Tax	985.61	798.74

During the year under review, the Company reported revenue from operations of ₹24,094.25 lakhs, compared to ₹24,840.24 lakhs in the previous financial year. Despite the marginal decline in revenue, the Company delivered a strong improvement in profitability, recording a net profit of ₹985.61 lakhs as against ₹798.74 lakhs in the preceding year – reflecting a growth of approximately 23.4%.

The net worth of the Company as on 31st March 2025 stood at ₹3,862.82 lakhs, marking a significant increase from ₹2,936.43 lakhs in the previous year.

Nature of Business

The Company is engaged in the activity of manufacturing electrical laminations and aluminium die cast rotors. There has been no change in the nature of the business of the Company during the year under review.

Transfer to Reserves

The Company does not propose to transfer any amount to the General Reserve.

Dividend

Considering the need to conserve the reserves, your Board of Directors do not recommend any dividend for the year under review.

The Company has not declared dividend since inception and therefore there are no amounts due to be transferred to the Investor Education and Protection Fund Authority.

Share Capital

During the year under review, there has been no change in the authorised and paid-up share capital of the Company. The Company has not issued shares with differential voting rights, employee stock options and sweat equity shares during the year under review.

The Authorised share capital of the Company as on 31st March 2025 is ₹ 5,00,00,000/- comprising 50,00,000 equity shares of ₹ 10/- each.

The Issued, Subscribed and Paid-up share capital of the Company stands at ₹ 3,09,42,000/- comprising of 30,94,200 equity shares of ₹ 10/- each.

Subsidiaries, Associates and Joint Ventures

Your Company does not have any subsidiaries, associates and joint venture companies.

During the year under review, the Company had executed a Share Purchase Agreement between the Company, Pitti Engineering Limited, Shri Chaitra Sundaresh and Smt Ronak S Bagadia for the sale of 30,94,200 Equity Shares representing 100% of the Share Capital of the Company to Pitti Engineering Limited, on the terms set out in the Share Purchase Agreement dated 11th March 2024. With this acquisition, your Company has become a whole owned subsidiary of Pitti Engineering Limited w.e.f 6th May 2024.

Deposits

During the year under review, your Company has not accepted any deposits within the meaning of section 73 to 74 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

The Company has accepted unsecured loans from Holding Company and fellow subsidiary, the details of which are provided in Note 10A & 25.13 of the financial statements forming part of this report.

Material Changes

There has been no material changes and commitments affecting the financial position of the Company between the end of the financial year of the Company to which the financial statements relate and the date of this report.

Internal Control Systems and Adequacy

Your Company has in place an adequate framework of internal financial controls and compliance systems. Your Directors' are of the opinion that your Company's internal financial controls were adequate and effective during the financial year ended 31st March 2025.

The statutory auditors of your Company have issued an attestation report on internal control over financial reporting (as defined in section 143 of Companies Act, 2013) for the financial year ended 31st March 2025, which forms part to the statutory auditor's report.

Significant and material orders passed by the Regulators or Courts or Tribunals

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

There are no proceedings pending under the Insolvency and Bankruptcy Code, 2016. During the year under review, there are no instances of one-time settlement with any Bank or Financial Institution.

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

The information as required under the provisions of Section 134(3) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 on conservation of energy, technology, absorption and foreign exchange earnings and outgo have been provided as **Annexure-1** to this report.

Related Party Transactions

All transactions entered with related parties during the year under review were on arm's length basis and in the ordinary course of business and is in accordance with the provisions of the Companies Act, 2013. Particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013, in given in Form AOC-2 and is appended as **Annexure-2** to the Board's report. The details of the transactions with related parties are also provided in 25.13 of the accompanying financial statements.

Particulars of loans, guarantees, investments under Section 186

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

Board of Directors and Key Managerial Personnel

Pursuant to the acquisition of the Company by Pitti Engineering Limited, Shri Akshay S Pitti and Shri Sandip Agarwala were appointed as Directors liable to retire by rotation w.e.f 6th May 2024 and Shri Yogender Bahadur Sahgal was appointed as an Independent Director w.e.f 6th May 2024.

Further, in accordance with the terms of the Share Purchase Agreement, Smt. Ronak S Bagadia resigned as whole-time director w.e.f 6th May 2024. The Board places on record its appreciation for the valuable services rendered by her during her tenure.

In accordance with the provisions of Section 152 of the Companies Act, 2013 Shri Sandip Agarwala, Director retires by rotation and being eligible offers himself for re-appointment.

The following are the Directors as on the date of the report.

- | | | |
|----|------------------------------|----------------------|
| 1. | Shri Akshay Sharad Pitti | Chairman |
| 2. | Shri Chaitra Sundaresh | Managing Director |
| 3. | Shri Sandip Agarwala | Director |
| 4. | Shri Yogender Bahadur Sahgal | Independent Director |

Shri Yogender Bahadur Sahgal, Independent Director of the Company has submitted a declaration confirming that he meets the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and that he is not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge duties with an objective independent judgment and without any external influence. In the opinion of the Board, Shri Yogender Bahadur Sahgal is independent of the management of the Company.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Shri Yogender Bahadur Sahgal has registered himself with the databank maintained by the Indian Institute of Corporate Affairs and is exempted from the requirement to undertake online proficiency self-assessment test as required under the said rules.

Board Meetings

During the year, seven meetings of the Board of Directors were held on the following dates.

6th May 2024, 18th May 2024, 27th June 2024, 22nd July 2024, 9th August 2024, 12th November 2024 and 12th February 2025.

The Directors actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time. The intervening gap between the meetings was within the period prescribed under the Act.

Directors' Responsibility Statement

To the best of our knowledge and belief and according to the information and explanations obtained by us, Your Directors make the following statements in terms of section 134(3)(c) of the Companies Act, 2013.

- In the preparation of the annual financial statements for the year ended 31st March 2025, the applicable Accounting Standards had been followed and there are no material departure from the same.
- For the financial year ended 31st March 2025 such accounting policies as mentioned in the notes to the financial statements have been applied consistently and judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the company and of the profit of the Company for the year ended 31st March 2025.

- c) That proper and sufficient care has been taken 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) The annual financial statements have been prepared on a going concern basis.
- e) That proper internal financial control was followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) That proper system to ensure compliance with the provisions of all applicable laws was in place and that such systems were adequate and operating effectively.

Secretarial Standards

During the year under review, your Company has complied with all the applicable secretarial standards issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Companies Act, 2013.

Statutory Auditors

M/s. SVD & Associates, Chartered Accountants, were appointed as Statutory Auditors of the Company at the Annual General Meeting held on 22nd July 2024, for a term of five years i.e till the conclusion of the 24th AGM of the Company to be held in the year 2029.

The notes to the accounts and accounting policies are self-explanatory and do not call for any further comment. The Auditor's Report does not contain any qualification, reservation, adverse remark, or disclaimer.

M/s. SVD & Associates, Chartered Accountants have confirmed that they are not disqualified from continuing as Auditors of the Company.

Cost Auditors

The Company is required to maintain cost records as specified by the Central Government under section 148(1) of the Companies Act, 2013 and accordingly such records are maintained by the Company.

The Board of Directors have appointed M/s. S S Zanwar & Associates, Cost Accountants (Firm Registration No.100283) as the Cost Auditors to audit the cost accounts of the Company for the financial year 2025-26. As required under section 148 of the Companies Act, 2013 and rules thereunder a resolution seeking Member's ratification for the remuneration payable to the cost auditor forms part of the notice convening the 20th Annual General Meeting.

Secretarial Auditor

As per Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed companies are required to attach the Secretarial Audit Report of their material unlisted subsidiaries to their Annual Report. Since the Company is a wholly owned material subsidiary of Pitti Engineering Limited, listed on BSE Ltd and National Stock Exchange of India Limited, the Board has appointed Shri Ajay Kishen, Practicing Company Secretary (FCS No: 6298 CP. No. 5146 and Peer Review Certificate No. 1759/2022), as the Secretarial Auditor of the Company for the financial year 2024-25. The Secretarial Audit Report for the financial year ended 31st March 2025 is annexed as **Annexure-4** to this Report. The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer.

Reporting of Frauds by Auditors

None of the Auditors of the Company has identified and reported any fraud as specified under Section 143(12) of the Companies Act, 2013.

Risk Management

The company has a proper risk identification and management process commensurate with the size of the operations of the Company.

Personnel

There are no employees who draw remuneration in excess of limits prescribed in Rule 5 (2) (i), (ii) and (iii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Pursuant to the first proviso to section 136(1) of the Companies Act, 2013 the annual report excluding the remuneration details of the top ten employees is being sent to the members of the Company. The said information is available for inspection on all working days, during business hours, at the registered office of the Company. Any member interested in obtaining such information may write to the Company and the same will be furnished on request.

Prevention of Sexual Harassment

The Company has formulated a policy for the prevention of sexual harassment at the workplace, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH Act). The policy aims to ensure a safe, respectful, and inclusive working environment by preventing and addressing any form of sexual harassment, while also outlining procedures for the resolution and redressal of complaints.

During the year, no complaint under the sexual harassment policy has been received by the Company. The Company has complied with the provisions relating to the constitution of internal complaints committee under the Sexual Harassment of Women at Workplace (Prevention Prohibition and Redressal) Act 2013.

Extract of Annual Return

Pursuant to the provisions of Section 92(3) and Section 134(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 as amended, the Annual Return of the Company as on 31st March 2025 is available on the Company's website, <https://www.pitti-industries.in/> under the section 'Investor Desk'.

Corporate Social Responsibility

As per the provisions of section 135 of the Companies Act, 2013 the mandated spend on CSR activities for the financial year 2024-25 is ₹ 17.66 lakhs. During the year under review, your Company has spent ₹ 17.69 lakhs on CSR activities.

The Annual report on CSR activities as required under Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 read with section 134(3) and 135(2) of the Companies Act, 2013, as amended, has been annexed as Annexure-3 and forms an integral part of this report.

The policy for Corporate Social Responsibility is available on the website of the Company, <https://www.pitti-industries.in/>

Acknowledgement

Your Directors' place on record their sincere appreciation for the assistance and cooperation received from banks, government authorities, customers, vendors and members during the year under review. The Board also records their appreciation for employees at all levels for their hard work, dedication and commitment.

Place of Signing: Hyderabad
Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
(Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
Chairman
DIN: 00078760

ANNEXURE-1

[Pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(3) of the Companies
(Accounts) Rules, 2014]

(A) CONSERVATION OF ENERGY

- (i) Steps taken or impact on conservation of energy: NIL
- (ii) Steps taken by the company for utilising alternate sources of energy: NIL
- (iii) Capital investment on energy conservation equipment: NIL

(B) TECHNOLOGY ABSORPTION

- (i) Efforts made towards technology absorption: NIL
- (ii) Benefits derived like product improvement, cost reduction, product development or import substitution: NIL
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)
 - a. the details of technology imported The Company has not imported any technology during the last three years
 - b. the year of import Not applicable
 - c. whether the technology been fully absorbed Not applicable
 - d. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof Not applicable
- (iv) the expenditure incurred on Research and Development: Not applicable

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars	FY 2024-25	FY 2023-24
	₹ in lakhs	₹ in lakhs
Foreign Exchange Earnings	469.21	776.01
CIF Value of Imports	1.59	106.03

Place of Signing: Hyderabad
Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
(Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
Chairman
DIN: 00078760

ANNEXURE-2
FORM NO.AOC-2

[Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts / arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis.
There were no contracts, arrangements or transactions entered into during the year ended 31st March 2025 which were not at arm's length basis.
2. Details of material contracts or arrangements or transactions at arm's length basis.
The details of material contracts or arrangements or transactions at arm's length basis for the year ended 31st March 2025 are given below. Please refer to Note 25.13 of the notes to financial statements for all the transactions with related parties.

Name of related party and nature of relationship	Nature of contract / arrangement	Duration of contract / arrangement and salient terms	Amount ₹ in Lakhs
Smt. Ashwini M. Chaitra Spouse of Shri Chaitra Sundaresh	Remuneration	From 1 st April 2024 to 14 th May 2024 [Resigned from employment w.e.f. 14 th May 2024]	2.94
Shri Nishanth Sundaresh Brother of Shri Chaitra Sundaresh	Remuneration	Ongoing [As per terms of appointment]	36.30
Pitti Engineering Limited Holding Company	Purchase of Goods & Services	Ongoing [Purchase of goods and services, property, plant & equipment at arm's length. Advance if any as per terms of contract are adjusted against the invoice]	8,111.95
	Sale of Goods & Services	Ongoing [Sale of goods and services, property, plant & equipment at arm's length. Advance if any as per terms of contract are adjusted against the invoice]	121.37
Dakshin Foundry Private Limited Fellow Subsidiary	Sale of Goods & Services	Ongoing [Sale of goods and services arm's length. Advance if any as per terms of contract are adjusted against the invoice]	1.02

Place of Signing: Hyderabad
Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
(Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
Chairman
DIN: 00078760

ANNEXURE-3

Annual report on Corporate Social Responsibility Activities [Pursuant to the Companies (Corporate Social Responsibility) Amendment Rules, 2022]

1. Brief outline on CSR Policy of the Company

Social and environmental responsibility has always been at the forefront of our operating philosophy and the Company has consistently contributed to socially responsible activities.

The Company's CSR Policy is in alignment with the provisions of the Companies Act, 2013. The Company has contributed towards promoting education and eradicating hunger and malnutrition.

2. Composition of CSR Committee

Sl. No.	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
Not Applicable				

3. Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company.

The weblinks are as follows:

CSR Committee
Not Applicable

CSR Policy
<https://www.pitti-industries.in/pdf/CSR%20Policy.pdf>

CSR Projects
<https://www.pitti-industries.in/pdf/CSR%20Annual%20Action%20Plan%20FY%202024-25.pdf>

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. The Company does not have an average CSR obligation of ₹ 10 Crores or more in the 3 immediately preceding financial years as specified in Rule 8(3) of the Companies (Corporate Social Responsibility Policy) Rules, 2014.

₹ in lakhs

5. (a)	Average net profit of the Company as per sub-section (5) of section 135	882.70
(b)	Two percent of average net profit of the Company as per sub-section (5) of section 135	17.66
(c)	Surplus arising out of the CSR Projects or programmes or activities of the previous financial years	-
(d)	Amount required to be set-off for the financial year, if any	-

(e) Total CSR obligation for the financial year [(b)+(c)-(d)]

17.66

₹ in lakhs

6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) 17.69
- (b) Amount spent in Administrative Overheads Nil
- (c) Amount spent on Impact Assessment, if applicable Nil
- (d) Total amount spent for the Financial Year [(a)+(b)+(c)] 17.69
- (e) CSR amount spent or unspent for the Financial Year:

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

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

Sl. No.	Particular	Amount (₹ in lakhs)
(1)	(2)	(3)
(i)	Two percent of average net profit of the Company as per sub-section (5) of section 135	17.66
(ii)	Total amount spent for the Financial Year	17.69
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	0.03
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	-
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	0.03

7. Details of Unspent Corporate Social Responsibility amount for the preceding three financial years:

Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6)	Balance amount in unspent CSR account under	Amount spent in the reporting financial year	Amount transferred to a fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any	Amount remaining to be spent in succeeding financial years.	Deficiency, if any
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		of section 135	sub- section (6) of section 135		Amount	Date of transfer		
Nil								

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 sub-section (5) of Section 135**

Not Applicable

Place of Signing: Hyderabad

Date: 21st April 2025

By order of the Board
For Pitti Industries Private Limited
 (Formerly Bagadia Chaitra Industries Private Limited)

Akshay S Pitti
 Chairman
 DIN: 00078760

ANNEXURE-4

Secretarial Audit Report for the financial year ended on 31st March 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,
Pitti Industries Private Limited
[Formerly Bagadia Chaitra Industries Private Limited]
Karnataka

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pitti Industries Private Limited (hereinafter called the Company) which is a material subsidiary company of a listed company i.e. Pitti Engineering Limited. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also 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 31st March 2025, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2025 according to the provisions of:

- (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 for the period under review]
- (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; [Not Applicable for the period under review]
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.
 - a) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; [Not Applicable for the period under review]
 - b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; [Not Applicable for the period under review]
 - c) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; [Not Applicable for the period under review]
 - d) Securities and Exchange Board of India (Share based Employee Benefits and Sweat Equity) Regulations, 2021; [Not Applicable for the period under review]
 - e) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; [Not Applicable for the period under review]

- a) 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 to the company during the Audit period];
 - f) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; [Not Applicable for the period under review]
 - g) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; [Not Applicable for the period under review]
 - h) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (vi) The other laws, as informed and certified by the management of the Company which are specifically applicable to the Company are:
- 1. Factories Act, 1948,
 - 2. Payment of Wages Act, 1936, and rules made thereunder,
 - 3. The Minimum Wages Act, 1948, and rules made thereunder,
 - 4. Employee's State Insurance Act, 1948, and rules made thereunder,
 - 5. The Employee's Provident Fund and Miscellaneous Provisions Act, 1952, and rules made thereunder,
 - 6. The Payment of Bonus Act, 1965, and rules made thereunder,
 - 7. Payment of Gratuity Act, 1972, and rules made thereunder,
 - 8. The Water (Prevention & Control of Pollution) Act, 1974, read with Water (Prevention & Control of Pollution) Rules, 1975,
 - 9. Industrial Disputes Act, 1947,
 - 10. The Air (Prevention and Control of Pollution) Act, 1981,
 - 11. The Environment (Protection) Act, 1986,
 - 12. Hazardous and other Wastes (Management and Transboundary Movement) Rules, 2016,
 - 13. Contract Labour (Regulation and Abolition Act), 1970,
 - 14. Maternity Benefit Act, 1961
 - 15. Child Labour (Prohibition and Regulation) Act, 1986,
 - 16. Industrial Employment (Standing Orders) Act, 1946,
 - 17. Employees' Compensation Act, 1976
 - 18. Equal Remuneration Act, 1976,
 - 19. Employment Exchange (Compulsory Notification of Vacancies) Act, 1959,

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 Act, Rules, Regulations, Guidelines, Standards, etc mentioned above.

I further report that,

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Director/s. The Changes in the composition of the Board of Directors and Key Managerial Personnel that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance for meetings other than those held at shorter notice.

As per the minutes, the decisions at the Board Meetings were taken unanimously.

I further report that during the audit period under review:

1. On 6th May 2024, the Company became a wholly owned subsidiary of Pitti Engineering Limited following the acquisition of 100% of its equity shares by Pitti Engineering Limited from the existing shareholders, pursuant to the Share Purchase Agreement dated 11th March 2024.
2. Pursuant to the above acquisition, Smt. Ronak Bagadia resigned from the position of Director with effect from 6th May 2024. Shri Akshay S Pitti and Shri Sandip Agarwala were appointed as Directors, and Shri Y. B. Sahgal was appointed as an Independent Director, all with effect from 6th May 2024. Shri Chaitra Sundaresh was reappointed as Managing Director w.e.f 1st April 2024.
3. The name of the Company was changed from Bagadia Chaitra Industries Private Limited to Pitti Industries Private Limited, pursuant to the approval of the members by way of a special resolution passed at the Extra Ordinary General Meeting held on 30th July 2024 and a fresh certificate of incorporation pursuant to change of name dated 17th September 2024 was issued by the Registrar of Companies, Central Processing Centre.

I further report that 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.

I further report that during the audit period of the Company no events occurred which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

Ajay Kishen
Practicing Company Secretary
M.No: 6298 CP:5146
UDIN: F006298G000163391
Peer Review Certificate No: 1759/2022

Place: Hyderabad
Date: 21st April 2025

Note: This report is to be read with my letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

Annexure A

To,
The Members,
Pitti Industries Private Limited
[Formerly Bagadia Chaitra Industries Private Limited]
Karnataka

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

1. Maintenance of secretarial record 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 the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, we followed provide a reasonable basis for our 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 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.

Ajay Kishen
Practicing Company Secretary
M.No: 6298 CP:5146

Place: Hyderabad
Date: 21st April 2025

Independent Auditor's Report

TO
THE MEMBERS OF
PITTI INDUSTRIES PRIVATE LIMITED (Formerly Bagadia Chaitra Industries Private Limited)

Report on the Audit of the financial statements

Opinion

We have audited the accompanying financial statements of Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) ("the Company") which comprise the Balance Sheet as of 31st March 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and the Statement of Changes in Equity for the year ended on that date, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 ("Ind AS") prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2025, its profit including other comprehensive income, its cash flows and changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information other than the financial statements and auditor's report thereon:

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we have obtained prior to the date of this auditor's report, 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the state of financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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

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

Auditor's Responsibilities for the Audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 financial statements.

As part of an audit in accordance with SAs, specified under section 143(10) we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has an adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. 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 accompanying financial statements;
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid financial statements have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flow and the Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the IND AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015 as amended.
 - e) On the basis of the written representations received from the directors as of 31st March 2025, taken on record by the Board of Directors, none of the directors is disqualified as of 31st March 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - 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 at 31-03-2025 on its financial position in its financial statements - Refer to Note 25.2 to the financial statements;
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as on 31st March 2025;
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
 - (a) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other person or entity 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;

(b) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other person or entity 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; and

(c) Based on the audit procedures that were 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.

- (h) There is no dividend declared or paid during the year by the Company as per provisions of Section 123 of the Act.
- (i) 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.
- (j) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account 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. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved for the financial year by the company as per the statutory requirements for record retention.

For SVD & Associates

Chartered Accountants

Firm Registration Number: 015405S

Avinash Doba

Partner

Membership Number: 232340

UDIN: 25232340BMKVOO7014

Hyderabad

Date: 21-04-2025

Annexure A to the Auditors' Report

Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) on the financial statements as on 31st March, 2025 we report that:

- (i). In respect of the company's Property, Plant and Equipment, and Intangible Assets:
 - (a) (A) The Company is maintaining proper records showing full particulars including quantitative details and situation of property plant & equipment and right of use assets.

(B) The Company is maintaining proper records showing full particulars of intangible assets.
 - (b) The Company has a program of verification of property, plant and equipment, capital work in-progress and right of use asset to cover all the items in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, plant, and equipment were physically verified by the Management during the year. According to the information and explanations given to us, discrepancies noted were not material, however the same has been accounted in the books of accounts.
 - (c) The title deeds of all the immovable properties held by the Company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the Note 2A of financial statements are held in the name of the Company.
 - (d) The Company has not revalued its Property, Plant and Equipment (and Right of Use Assets) or Intangible assets, or both during the year. Accordingly, reporting under Clause 3(i)(d) of the Order is not applicable to the company.
 - (e) No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transaction (Prohibition) Act, 1988. Accordingly, reporting under Clause 3(i)(e) of the Order is not applicable to the Company.
- (ii). (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and discrepancies of 10% or more in the aggregate for each class of inventory noticed were dealt with properly in the books of accounts.

(b) The Company does not have any borrowings for working capital from banks and financial institutions. Accordingly, reporting under Clause 3(ii)(b) of the Order is not applicable to the Company.

- (iii). 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 made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, reporting under Clause 3(iii)(a) to (f) of the Order is not applicable to the Company.
- (iv). In our opinion and according to the information and explanations given to us, The Company has not made any investments, given any loan or provided any guarantees or security in respect of which provisions of Sections 185 and 186 of the Act are applicable. Accordingly, reporting under Clause 3(iv) of the Order is not applicable to the Company.
- (v). In our opinion and according to the information and explanations given to us, The Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under Clause 3(v) of the Order is not applicable to the Company.
- (vi). We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii). According to the information and explanations given to us, 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) There were no disputed amounts payable in respect of Provident Fund, Income Tax, Customs duty, Goods and Service Tax, Cess and other material statutory dues were in arrears as at March 31, 2025.
- (viii). According to the information and explanations given to us and on the basis of our examination of the records, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, reporting under Clause 3(viii) of the Order is not applicable to the Company.
- (ix).
 - (a) According to the information and explanations given to us and based on our examination of the records, during the period the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.

- (b) According to the information and explanations given to us, the Company has not been declared a willful defaulter by any bank or financial institution or any other lenders.
- (c) According to the information and explanations given to us and based on the examination of records of the Company, there were no term loans raised by the Company from banks and others during the year. Accordingly, reporting under Clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, no funds raised on short term basis have been used for long term purpose by the Company.
- (e) According to the information and explanations given to us and based on the examination of records of the Company, the Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under Clause 3(ix) (e) and (f) of the Order is not applicable to the Company.
- (x). (a) The Company has not raised any money by the way of an initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting under Clause 3(x)(a) of the Order is not applicable to the Company.
 - (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially optionally convertible) during the year. Accordingly, reporting under Clause 3(x)(b) of the Order is not applicable to the Company.
- (xi). (a) According to the information and explanations given to us and based on our examination of the records of the Company, based upon the audit procedures performed, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year. Accordingly, reporting under Clause 3(xi)(a) of the Order is not applicable to the Company.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records during the year, no report under subsection (12) of Section 143 of the Act has been filed by the auditors in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. Accordingly, reporting under Clause 3 (xi) (b) of the Order is not applicable to the Company.
 - (c) According to the information and explanations are given to us, there were no whistle-blower complaints received during the year by the Company. Accordingly, the requirement to report on Clause 3 (xi) (c) of the Order is not applicable to the Company.
- (xii). According to the information and explanations are given to us and on the basis of our examination of the records of the Company, the Company is not Nidhi Company as per the provisions of the Act. Accordingly, the requirement to report on Clause 3 (xii) (a), (b) and (c) of the Order is not applicable to the Company.

- (xiii). According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the note no 25.14 of the notes to the financial statements as required by the applicable accounting standards.
- (xiv). (a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv). According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with its directors. Accordingly, the requirement to report on Clause 3(xv) of the Order is not applicable to the Company.
- (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 to the Company.
- (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on Clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement to report on Clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the group does not have core investment Company. Accordingly, the requirement to report on Clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii). The Company has not incurred any cash losses in the current financial year and in the immediately preceding financial year. Accordingly, the requirement to report on Clause 3(xvii) of the Order is not applicable to the Company.
- (xviii). There has been no resignation of the statutory auditors during the year. Accordingly, the requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

- (xix). On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management, 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 period 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 period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx). The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub section (6) of section 135 of Companies Act. Accordingly, reporting under clause 3 (xx) of the Order is not applicable for the year.

For SVD & Associates.

Chartered Accountants

Firm's Registration Number: 015405S

Avinash Doba

Partner

Membership Number: 232340

UDIN: 25232340BMKVOO7014

Place: Hyderabad

Date: 21-04-2025

Annexure - B to the Auditors' Report

(Referred to in paragraph 2 (f) under the heading "Report on other Legal and Regulatory Requirements" of our report to the members of Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) on the financial statements as on 31st March, 2025)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) ("the Company") as of 31st March 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation, and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the standards on auditing issued by the Institute of Chartered Accountants of India 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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 the 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 the authorizations of management and directors of the Company; and;
3. Provide reasonable assurance regarding the prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For SVD & Associates.

Chartered Accountants

Firm's Registration Number: 015405S

Avinash Doba

Partner

Membership Number: 232340

UDIN: 25232340BMKVOO7014

Place: Hyderabad

Date: 21-04-2025

BALANCE SHEET

as at 31st March 2025

₹ in lakhs

Particulars	Notes	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
ASSETS				
NON-CURRENT ASSETS				
(a) Property, Plant and Equipment	2A	3,753.71	3,541.51	3,044.45
(b) Capital work-in-progress		250.25	-	31.13
(c) Intangible assets	2B	3.07	4.49	8.04
(d) Right-of-use assets	2C	302.50	175.10	21.71
(e) Financial assets				
(i) Other financial assets	3	120.30	22.07	17.82
(f) Other non-current assets	4	253.68	87.26	57.04
TOTAL NON - CURRENT ASSETS		4,683.51	3,830.43	3,180.19
CURRENT ASSETS				
(a) Inventories	5	1,275.50	998.01	1,864.26
(b) Financial Assets				
(i) Trade receivables	6A	1,592.92	2,180.86	1,664.20
(ii) Cash and cash equivalents	6B	152.01	254.27	1.57
(iii) Other bank balances	6C	-	34.85	114.01
(c) Other current assets	7	415.82	214.96	307.00
TOTAL CURRENT ASSETS		3,436.25	3,682.95	3,951.04
TOTAL ASSETS		8,119.76	7,513.38	7,131.23
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity share capital	8	309.42	309.42	309.42
(b) Other equity	9	3,554.70	2,627.01	1,806.54
TOTAL EQUITY		3,864.12	2,936.43	2,115.96
LIABILITIES				
NON-CURRENT LIABILITIES				
(a) Financial Liabilities				
(i) Borrowings	10 A	500.00	281.07	1,045.57
(ii) Lease liabilities	10 B	220.51	124.83	8.01
(b) Provisions	11	172.38	32.91	-
(c) Deferred tax liabilities (net)	12	107.76	209.63	107.59
TOTAL NON-CURRENT LIABILITIES		1,000.65	648.44	1,161.17
CURRENT LIABILITIES				
(a) Financial Liabilities				
(i) Borrowings	13A	1,780.00	1,942.68	1,720.52
(ii) Lease liabilities	13B	78.59	42.40	12.48
(iii) Trade payables	13C			
Dues to micro and small enterprises		99.80	-	54.61
Dues to other than micro and small enterprises		838.31	1,431.90	1,677.60
(iv) Other financial liabilities	13D	139.35	133.89	133.67
(b) Other current liabilities	14	185.53	228.52	131.41
(c) Provisions	15	133.41	44.82	112.44
(d) Income tax liabilities (net)	16	-	104.30	11.37
TOTAL CURRENT LIABILITIES		3,254.99	3,928.51	3,854.10
TOTAL EQUITY AND LIABILITIES		8,119.76	7,513.38	7,131.23

Material accounting policy information and the accompanying notes 1 to 25 are an integral part of the financial statements.

As per our report of even date

For SVD & Associates

Chartered Accountants

Firm's Registration Number: 0154055

For and on behalf of the Board of Directors of

Pitti Industries Private Limited

U31200KA2006PTC038273

Avinash Doba

Partner

M.No: 232340

Place : Hyderabad

Date : 21st April 2025

Akshay S Pitti

Chairman

DIN:00078760

Place : Hyderabad

Date : 21st April 2025

Chaitra Sundaresh

Managing Director

DIN:00834907

STATEMENT OF PROFIT & LOSS
for the year ended 31st March 2025

₹ in lakhs

Particulars	Notes	For the Year ended 31.03.2025	For the Year ended 31.03.2024
INCOME			
Revenue From Operations	17	24,094.25	24,840.24
Other Income	18	10.51	86.32
TOTAL INCOME		24,104.76	24,926.56
EXPENSES			
Cost of materials consumed	19	18,916.43	20,181.06
Changes in inventories of work-in-process, finished goods and scrap	20	(312.80)	26.45
Employee benefits expense	21	2,181.16	1,578.41
Finance costs	22	207.90	264.61
Depreciation and amortization expenses	2	283.71	233.18
Other expenses	23	1,575.45	1,491.67
TOTAL EXPENSES		22,851.85	23,775.38
Profit before tax		1,252.91	1,151.18
TAX EXPENSES	24		
(a) Current tax		337.52	251.44
(b) Tax relating to earlier years		11.73	-
(c) Deferred tax		(81.95)	101.00
TOTAL TAX EXPENSES		267.30	352.44
Profit for the period		985.61	798.74
Other Comprehensive Income			
(i) Items that will not be reclassified subsequently to profit or loss			
Remeasurement of defined benefit plans		(79.14)	4.12
Income tax relating to items that will not be reclassified subsequently		19.92	(1.04)
(ii) Items that will be reclassified subsequently to profit or loss		-	-
Total other comprehensive income		(59.22)	3.08
Total Comprehensive Income		926.39	801.82
Earnings per share of face value of ₹ 10/- each	25.1		
(a) Basic		31.85	25.81
(b) Diluted		31.85	25.81

Material accounting policy information and the accompanying notes 1 to 25 are an integral part of the financial statements.

As per our report of even date
For SVD & Associates
Chartered Accountants
Firm's Registration Number: 015405S

For and on behalf of the Board of Directors of
Pitti Industries Private Limited
U31200KA2006PTC038273

Avinash Doba
Partner
M.No: 232340

Akshay S Pitti
Chairman
DIN:00078760

Chaitra Sundaresh
Managing Director
DIN:00834907

Place : Hyderabad
Date : 21st April 2025

Place : Hyderabad
Date : 21st April 2025

STATEMENT OF CHANGES IN EQUITY
for the year ended 31st March 2025

(a) Equity Share Capital

₹ in lakhs

Particulars	Amount
Balance as at 1st April 2023	309.42
Changes in equity share capital during the year	-
Balance as at 31st March 2024	309.42
Balance as at 1st April 2024	309.42
Changes in equity share capital during the year	-
Balance as at 31st March 2025	309.42

(b) Other Equity

₹ in lakhs

Particulars	Reserves and Surplus				Items of other comprehensive income		
	Securities premium	General reserve	Retained Earnings	Share based payment reserve	Equity Instruments through other comprehensive income	Other items of other comprehensive income	Total Other Equity
Balance as at 1st April 2023	95.58	-	1,710.96	-	-	-	1,806.54
Opening adjustment due to change in Inventory valuation	-	-	18.65	-	-	-	18.65
Profit/(loss) for the year	-	-	798.74	-	-	-	798.74
Actuarial gain / (loss)	-	-	-	-	-	3.08	3.08
Total comprehensive income for the previous year	95.58	-	2,528.35	-	-	3.08	2,627.01
Dividends	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-
Balance as at 31st March 2024	95.58	-	2,528.35	-	-	3.08	2,627.01
Balance as at 1st April 2024	95.58	-	2,528.35	-	-	3.08	2,627.01
Profit/(loss) for the year	-	-	985.61	-	-	-	985.61
Share based expenses	-	-	-	1.30	-	-	1.30
Actuarial gain / (loss)	-	-	-	-	-	(59.22)	(59.22)
Total comprehensive income for the previous year	95.58	-	3,513.96	1.30	-	(56.14)	3,554.70
Dividends	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-
Balance as at 31st March 2025	95.58	-	3,513.96	1.30	-	(56.14)	3,554.70

Material accounting policy information and the accompanying notes 1 to 25 are an integral part of the financial statements.

As per our report of even date

For SVD & Associates

Chartered Accountants

Firm's Registration Number: 015405S

For and on behalf of the Board of Directors of

Pitti Industries Private Limited

U31200KA2006PTC038273

Avinash Doba

Partner

M.No: 232340

Akshay S Pitti

Chairman

DIN:00078760

Chaitra Sundaresh

Managing Director

DIN:00834907

Place : Hyderabad

Date : 21st April 2025

Place : Hyderabad

Date : 21st April 2025

STATEMENT OF CASH FLOWS

for the year ended 31st March 2025

₹ in lakhs

Particulars	For the year ended 31.03.2025		For the year ended 31.03.2024	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax	1,252.91		1,151.18	
Adjusted for				
Depreciation and amortisation expenses	283.71		233.18	
Interest income	(10.51)		(17.14)	
Credit risk impaired	-		6.21	
Credit risk allowance	1.89		-	
(Gain) / Loss on sale of property, plant and equipment including intangible assets (net of loss on assets scrapped/written off)	1.27		(19.46)	
(Profit)/Loss on lease modification	-		(1.82)	
Re-measurement gains/(losses) on employee defined benefit plans	(79.14)		4.12	
Unrealised foreign exchange differences	(3.22)		(2.46)	
Finance costs	207.90		264.61	
Share based payment expense	1.30	1,656.11	-	1,618.42
Operating profit before working capital changes		1,656.11		1,618.42
Working capital changes adjusted for				
Trade & other receivables	444.55		(478.04)	
Inventories	(277.49)		884.90	
Trade and other payables	(303.68)		(237.71)	
		(136.62)		169.15
Cash generated from operations		1,519.49		1,787.57
Direct taxes paid		(570.11)		(168.47)
Cash flow before extraordinary items		949.38		1,619.10
Net cash flow from operating activities - (A)		949.38		1,619.10
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant & equipment and intangibles		(750.21)		(694.95)
Advances to property, plant & equipment and intangibles		(203.81)		15.20
ROU assets as per IND AS 116		(166.44)		(174.87)
Proceeds from sale of property, plant & equipment		43.24		42.16
Interest income received		10.51		17.14
Net cash used in investing activities - (B)		(1,066.71)		(795.32)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Cash payments for principal portion of lease liability	157.94		151.84	
Cash payments for interest portion of lease liability	(26.07)		(5.10)	
Proceeds from borrowings - noncurrent (including current maturities)	500.00		156.20	
Repayment of borrowings - noncurrent (including current maturities)	(218.93)		(642.67)	
Proceeds/(repayments) of short-term borrowings (Net)	(224.82)		(55.87)	
Finance charges	(207.90)		(254.64)	
Term deposits with financial institutions	34.85		79.16	
		15.07		(571.08)
Net cash used in finance activities - (C)		15.07		(571.08)
Net increase/(decrease) in cash & cash equivalents (A+B+C)		(102.26)		252.70
Opening balance in cash and cash equivalents		254.27		1.57
Closing balance in cash and cash equivalents		152.01		254.27
Components of cash and cash equivalents:				
Cash on hand		1.49		1.04
Balances with banks				
Current accounts		150.52		0.43
Term deposit accounts with in 3 months of maturity (Without lien)		-		252.80
Total cash and cash equivalents		152.01		254.27

Material accounting policy information and the accompanying notes 1 to 25 are an integral part of the financial statements.

As per our report of even date

For SVD & Associates
Chartered Accountants
Firm's Registration Number: 015405S

For and on behalf of the Board of Directors of
Pitti Industries Private Limited
U31200KA2006PTC038273

Avinash Doba

Partner
M.No: 232340

Place : Hyderabad
Date : 21st April 2025

Akshay S Pitti

Chairman
DIN:00078760

Place : Hyderabad
Date : 21st April 2025

Chaitra Sundaresh

Managing Director
DIN:00834907

NOTES TO FINANCIAL STATEMENTS

for the year ended 31st March 2025

NOTE 1: CORPORATE INFORMATION & MATERIAL ACCOUNTING POLICIES

1.1. CORPORATE INFORMATION

Pitti Industries Private Limited (Formerly Bagadia Chaitra Industries Private Limited) (“the Company”) is a Private Limited Company incorporated in India, on 19th January 2006 under the provisions of erstwhile Companies Act, 1956. The registered office of the Company is located at Plot No. 7 & 8, KIADB Industrial Area, Vasanthanarasapura II Phase, Yalladaddlu, Kora Hobli, Tumakuru, Karnataka-572128.

The Company is engaged in the manufacturing of engineering products of iron and steel including electrical steel laminations, stator & rotor core assemblies, sub-assemblies, pole assemblies, die-cast rotors, press tools and high precision machining of various metal components.

On 6th May 2024, Pitti Engineering Limited acquired 100% equity share capital of Pitti Industries Private Limited (“the Company”) through a secondary acquisition, making the Company a wholly owned subsidiary of Pitti Engineering Limited with effect from same date viz., 6th May 2024.

1.2. MATERIAL ACCOUNTING POLICIES

1.2.1 Statement of Compliance

These financial statements have been prepared in accordance with the Indian Accounting standards (Ind AS) as notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standard) Amendment Rules, 2016 as amended from time to time.

These are the Company’s first financial statements prepared in accordance with Ind AS and accordingly, Ind AS 101 ‘First time adoption of Indian Accounting Standards has been applied. For all periods up to and including the financial year ended 31st March 2024, the Company prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act, 2013 read together with the Companies (Accounts) Rules, 2014 (Indian GAAP).

The effect of transition from previous GAAP to Ind AS on the Company’s equity and its net profit has been disclosed in **Note: 25.20** of the financial statements.

1.2.2 BASIS OF PREPARATION AND PRESENTATION

The financial statements of the Company have been prepared in accordance with Indian Accounting standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

Company's financial statements are presented in Indian Rupees (₹) which is also its functional currency, and all values are rounded to the nearest lakh (₹ 00000) except when otherwise indicated.

The Shareholders have the power to amend the financial statements after the issue.

1.2.3 PREPARATION OF FINANCIAL STATEMENTS

(a) Basis of Accounting

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of Companies Act, 2013 as amended from time to time.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost basis except for certain financial instruments measured at fair value at the end of each reporting period as explained in the accounting policies below.

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 regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these financial statements is determined on such basis except for measurements that have some similarities to fair value but are not fair value such as net realisable value in Ind AS 2.

(b) Significant Accounting Judgments Estimates and Assumptions

The preparation of the Company's financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues expense assets and liabilities and the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The Management believes that the estimates used in preparation of financial statements are prudent and reasonable.

Estimates and underlying assumptions are reviewed at each reporting date. Revisions to accounting estimates are recognised in the period in which the estimate is revised, and future period is effected.

(c) Current/ Non-Current Classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- (i) Expected to be realised or intended to be sold or consumed in normal operating cycle
- (ii) Held primarily for the purpose of trading
- (iii) Expected to be realised within twelve months after the reporting period or
- (iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- (i) It is expected to be settled in normal operating cycle
- (ii) It is held primarily for the purpose of trading
- (iii) It is due to be settled within twelve months after the reporting period or
- (iv) 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.

1.2.4 A. PROPERTY PLANT AND EQUIPMENT

Freehold land is measured at cost and not depreciated. All other items of property plant and equipment (includes Tools and Dies) are stated at cost less accumulated depreciation and impairment loss if any.

Cost includes cost of acquisition installation or construction other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes GST eligible for credit / setoff-

When significant parts of plant and equipment are required to be replaced at intervals the same were depreciated separately based on their specific useful lives.

All other repair and maintenance costs are recognised in the statement of profit or loss as incurred.

Capital work in-progress in respect of assets which are not ready for their intended use are carried at cost comprising of direct costs related incidental expenses and attributable interest.

Depreciation is not recorded on capital work in-progress until construction and installation is complete and the asset is ready for its intended use.

Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date are disclosed as "Capital Advances" under other non-current assets.

Property plant and equipment are eliminated from financial statements either on disposal or when retired from active use. Losses arising in the case of the retirement of property plant and equipment and gains or losses arising from disposal of property plant and equipment are recognised in the statement of profit and loss in the year of occurrence.

Depreciable amount for assets is the cost of an asset or other amount substituted for cost less its estimated residual value. Property Plant and Equipment is provided on straight-line method over the useful life of the assets as specified in Schedule II to the Companies Act, 2013. Building constructed on leasehold land is depreciated based on the useful life specified in Schedule II to the Companies Act, 2013 where the lease period of the land is beyond the life of the building. Any Capital Expenditure costing ₹ 5,000 or less are treated as a Revenue Expenditure and recognised in the statement of profit and loss in the year in which it is incurred.

Depreciation on Property, Plant & Equipment has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the assets where the useful life estimated by Management is different from the Act details are given below.

Category of asset	Estimated useful lives as assessed by the Management	Useful lives as per Schedule II to the Act
Factory Building	30 years	30 years
Leasehold Building	30 years	30 years
Furniture and Fixtures	14 years	10 years
Plant & Machinery	20 years	15 years
Tools	15 years	15 years
Electricals	15 years	10 years
Office Equipment	15 years	5 years
Other Miscellaneous Equipment	25 years	15 years
Vehicles-Motor Cycle	10 years	10 years
Vehicles-Motor Cars	8 years	8 years
Computers - Servers	6 years	6 years
Computers - Desktops	6 years	3 years
Computer Software	10 years	3 years

B. INTANGIBLE ASSETS:

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably.

Intangible assets are stated at cost or acquisition less accumulated amortisation and impairment loss if any.

Intangible assets including software is amortised over their estimated useful life on straight line basis from the date they are available for intended use subject to impairment test.

The estimated useful life and the amortisation period of the intangible assets are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern if any.

Development expenditures on an individual product/project are recognised as an intangible asset when the Company can demonstrate the technical feasibility of completing the intangible asset so that the asset will be available for use or sale its intention to complete and use or sell the asset its ability to use or sell the asset how the asset will generate future economic benefits the availability of resources to complete the asset and the availability to measure reliably the expenditure during development.

Product development cost are amortised on a straight-line basis over a period of 60 months.

Subsequent Cost

Subsequent costs incurred for replacement of a major component of an asset are included in the asset's carrying cost or recognised as a separate asset as appropriate. The carrying values of the replaced components are recognised to statement of Profit and Loss when replaced.

De-recognition

An item of property plant and equipment and any significant part initially recognised 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 income statement when the asset is derecognised.

Gains or losses arising from de-recognition of an intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

1.2.5 IMPAIRMENT OF NON-FINANCIAL ASSETS:

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. For the purpose of assessing impairment the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets is considered as a cash generating unit. If any such indication exists an estimate of the recoverable amount of the individual asset/cash generating unit is made.

An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

1.2.6 REVENUE RECOGNITION

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services.

The control is transferred upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period. While in case of Job work services, the same is recognised after the completion of service.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold, and services rendered is net of variable consideration on account of various discounts offered by the Company as part of the contract. Variable considerations are determined based on the most likely amount. Consideration is due upon satisfaction of performance obligations and a receivable is recognised when it becomes unconditional.

Payment terms agreed with a customer are as per business practice and there is no financing component involved in the transaction price.

(a) Interest Income

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

(b) Dividend Income

Dividend income is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

(c) Other Income

Revenue in respect of other incomes is recognised when a reasonable certainty as to its realisation exists.

Income from export incentives under Foreign Trade Policy relating to Rod Tep, duty drawback premium on sale of import licenses and lease license fee are recognised as income when the right to receive credit as per the terms of the scheme is established in respect of the exports made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

1.2.7 INVENTORIES

- (a) Inventories include raw material, work in progress, finished goods, scrap and stores, spares and consumables. Work in progress & finished goods are carried at the weighted average cost or net realisable value whichever is lower.
- (b) Raw materials including materials in transit, stores & spares, consumables and additives are valued at lower of cost or net realisable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost. The cost is computed on weighted average basis and the same is charged off to revenue on its issue.
- (c) The cost of inventories is computed to include all cost of purchases cost of conversion standard overheads and other related cost incurred in bringing the inventories to their present condition.
- (d) Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale.

1.2.8 CASH AND CASH EQUIVALENTS:

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

1.2.9 FOREIGN CURRENCY TRANSACTIONS AND BALANCES

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates (functional currency'). The financial statements are presented in Indian Rupee (₹) which is the Company's functional and presentation currency.

Foreign exchange differences arising on foreign currency borrowings is disclosed under finance cost other than on 'Borrowing costs' in accordance with Ind AS 23 which is directly attributable to the acquisition construction or production of a qualifying asset forming part of the cost of the asset.

Net gain or loss on foreign currency translations on trade receivables and trade payables is classified under other income or other expenses as the case may be.

(a) Initial Recognition

Foreign currency transactions are translated into the functional currency using the exchange rates at the date of the transaction. Exchange differences arising on foreign currency transactions settled during the year are recognised in the Statement of Profit and Loss.

(b) Measurement of Foreign Currency Items at the Balance Sheet Date

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. The resultant exchange differences are recognised in the Statement of Profit and Loss. Non-Monetary assets are recorded at the rates prevailing on the date of the transaction.

1.2.10. EMPLOYEE BENEFITS

Short-term Employee Benefits:

All employee benefits payable wholly within twelve months after the end of the annual reporting period in which the employees render the related services, are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognised during the period in which the employee renders related service.

Post-employment Benefits:

Defined Contribution Plan

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered the service entitling them to the contributions.

Contribution as per Employee's Provident Funds and Miscellaneous Provisions Act, 1952 towards Provident Fund and Family Pension Fund are provided for and payments in respect thereof are made to the relevant authorities on actual basis.

Short term employee benefits are recognised on an undiscounted basis whereas Long term employee benefits are recognised on a discounted basis.

Defined Benefit Plan

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method with the actuarial valuations being carried out at the end of each annual reporting period.

Gratuity: In accordance with applicable Indian Laws the Company provides gratuity a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The gratuity plan provides a lump sum payment to vested employees at retirement or termination of employment an amount based on the respective employee's last drawn salary and the years of employment with the Company. Liability with regard to Gratuity Plan is accrued based on actuarial valuation at the Balance Sheet date.

Remeasurements comprising of actuarial gains and losses the effect of the asset ceiling excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Leave Encashment: In accordance with applicable Indian Laws the Company provides Encashment of Leave a defined benefit plan (Leave Encashment Plan) covering all employees. Liability with regard to Leave Encashment Plan is accrued based on actuarial valuation at the Balance Sheet date.

Past service costs are recognised in profit or loss on the earlier of:

- (i) The date of the plan amendment or curtailment and
- (ii) The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- (i) Service costs comprising current service costs past-service costs gains and losses on curtailments and non-routine Settlements; and
- (ii) Net interest expense or income

Termination Benefits

When the employee early retirement/termination/ resignation/withdrawal the normal retirement benefit will be paid based on the service up to the date of exit.

Employee Share Based Payments:

The Company recognises the cost of employee services received in exchange for equity instruments granted by the parent Company as an expense in its profit and loss account, with a corresponding credit to equity under 'Share-Based Payment Reserve.' This treatment is applied as the Company has no obligation to reimburse the parent for the cost of the options granted. The expense is measured at the grant date fair value and recognised over the vesting period based on the number of options expected to vest."

1.2.11 BORROWING COSTS

Borrowing costs which are directly attributable to the acquisition/construction or production of a qualifying asset which are the assets that necessarily takes substantial period of time to get ready for intended use or sale till the time such assets are ready for intended use are capitalised as part of the costs of such assets. Other Borrowing costs are recognised as expenses in the year in which they are incurred.

Borrowing cost includes interest amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost if any.

1.2.12 LEASES

The Company as a Lessee

As per Ind AS-116 the Company has recognised lease liabilities and corresponding equivalent right-of-use assets. The Company's lease asset primarily consist of leases for Land Buildings, Plant & Machinery and Vehicles. The Company assesses whether a contract contains a lease at inception of a contract. A contract is or contains a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset the Company assesses whether:

- (i) The contract involves the use of an identified asset
- (ii) The Company has substantially all the economic benefits from use of the asset through the period of the lease and
- (iii) The Company has the right to direct the use of the asset

At the date of commencement of the lease the Company recognises a Right-of-Use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases the Company recognises the lease payments as an operating expense.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The lease liability is initially measured at amortised cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or if not readily determinable using the incremental borrowing rates in the country of domicile of these leases.

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

Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing activity in cash flows.

1.2.13 EARNINGS PER SHARE

The basic Earnings Per Share (EPS) is computed by dividing the net profit after tax for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by weighted average number of equity shares outstanding during the year.

For the purpose of calculating Diluted Earnings Per Share the net profit after tax for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed to be converted as of the beginning of the year unless they have been issued later.

Potential equity shares are deemed to be dilutive only if their conversion to equity shares decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period unless they have been issued later. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares as appropriate.

1.2.14 SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker. The Managing Director have been identified as the Chief Operating Decision Maker. Refer note 25.11 for the segment information presented.

1.2.15 PROVISIONS AND CONTINGENCIES

The Company creates a provision when there exists a present obligation as a result of a past event that probably requires an outflow of resources, and a reliable estimate can be made of the amount of the obligation.

A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.

When there is a possible obligation or a present obligation in respect of which the likelihood of an outflow of resources is remote no provision or disclosure is made.

The expenses relating to a provision are presented in the Statement of Profit & Loss Net of any reimbursement.

1.2.16 TAXATION

Current Income Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in Other Comprehensive Income (OCI) or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

The Company has adopted and effected the reduced corporate tax rate permitted under section 115BAA of the Income Tax Act, 1961 as per the Taxation Laws (Amendment) Ordinance, 2019. The tax calculations for the year ended 31st March 2025 have been made accordingly.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax losses can be utilised.

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

1.2.17 FINANCIAL INSTRUMENTS

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

Financial Assets

Initial Recognition and Measurement

All financial assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. 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.

However, Trade Receivables that do not contain significant financing components are measured at transaction price.

Subsequent Measurement

For purposes of subsequent measurement financial assets are classified in four categories:

- (i) Debt instruments at amortised cost
- (ii) Debt instruments at fair value through other comprehensive income (FVTOCI)

- (iii) Debt instruments derivatives and equity instruments at fair value through profit or loss (FVTPL)
- (iv) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt Instruments at Amortised Cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows and
- b) 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.

This category is the most relevant to the Company. After initial measurement such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

Derecognition

A financial asset (or where applicable a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- (i) The rights to receive cash flows from the asset have expired or
- (ii) The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
 - (a) The Company has transferred substantially all the risks and rewards of the asset or
 - (b) The Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

Impairment of Financial Assets

In accordance with Ind AS 109 the Company uses the expected credit loss model for evaluating impairment of financial assets other than those measured at sale value through profit and loss. Expected credit losses are measured through a loss allowance at an amount equal to :

- The twelve months expected credit losses (expected credit losses that result from those default events on the financial instrument but are possible within twelve months after the reporting date.) : or

- Full life time expected credit losses (expected credit losses that result from those default events over the life of the financial instrument)

For trade receivables the Company applies simplified approach which requires expected lifetime losses to be recognised from initial recognition of the receivables at every reporting date the existing trade receivables are reviewed and accordingly required credit loss is recognised in books.

For other assets (other than trade receivables) the Company uses twelve months expected credit loss to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full life time expected credit loss is used.

Financial Liabilities

Initial Recognition and Measurement

Financial liabilities are classified at initial recognition as financial liabilities at fair value through profit or loss loans and borrowings payables or as derivatives designated as hedging instruments in an effective hedge as appropriate.

All financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables loans and borrowings including bank overdrafts financial guarantee contracts and derivative financial instruments.

Subsequent Measurement

The measurement of financial liabilities depends on their classification as described below:

Loans and Borrowings

This is the category most relevant to the Company. After initial recognition interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in profit or 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 costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Derecognition

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 or loss.

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these financial statements is determined on such basis except for measurements that have some similarities to fair value but are not fair value such as net realisable value in Ind AS 2.

Levels of Risk in Fair Value Measurement:

Level 1 - The fair value of financial instruments quoted in active markets is based on their quoted closing price at the balance sheet date.

Level 2 - The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques using observable market data. Such valuation techniques include discounted cash flows, standard valuation models based on market parameters for interest rates, yield curves or foreign exchange rates, dealer quotes for similar instruments and use of comparable arm's length transactions.

Level 3 - The fair value of financial instruments that are measured on the basis of entity specific valuations using inputs that are not based on observable market data (unobservable inputs).

1.2.18 EXCEPTIONAL ITEM

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the Company. These are material items of income or expenses that have to be shown separately due to their nature or incidence.

NOTE : 2

NOTE : 2A PROPERTY, PLANT AND EQUIPMENT, CAPITAL WORK-IN-PROGRESS

₹ in lakhs

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK			
	As at 01.04.2024	ADDITIONS	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 01.04.2024	FOR THE YEAR	FOR RESERVES	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023	
Property, Plant & Equipment													
Land	267.82	3.30	-	271.12	-	-	-	-	-	271.12	267.82	196.41	
Factory building													
- on Own premises	962.08	3.26	-	965.34	315.08	25.45	-	-	340.53	624.81	647.00	636.96	
Plant & equipment	3,517.80	185.24	(2.61)	3,700.43	1,582.26	144.45	-	(1.34)	1,725.37	1,975.06	1,935.54	1,702.18	
Tools	972.86	167.79	(47.81)	1,092.84	368.78	48.35	-	(4.57)	412.56	680.28	604.08	436.55	
Office equipment	50.93	18.37	-	69.30	33.84	6.13	-	-	39.97	29.33	17.09	10.69	
Furniture & fixtures	99.19	5.68	-	104.87	44.47	6.70	-	-	51.17	53.70	54.72	37.62	
Other-computers	24.28	19.48	-	43.76	17.36	5.29	-	-	22.65	21.11	6.92	6.51	
Vehicles	41.98	95.00	-	136.98	33.64	5.04	-	-	38.68	98.30	8.34	17.53	
Sub Total	5,936.94	498.12	(50.42)	6,384.64	2,395.43	241.41	-	(5.91)	2,630.93	3,753.71	3,541.51	3,044.45	
Capital work-in-progress	-	250.25	-	250.25	-	-	-	-	-	250.25	-	31.13	

Capital work-in- progress ageing schedule

₹ in lakhs

Particulars	As at 31.03.2025					As at 31.03. 2024					As at 01.04. 2023				
	Amount in CWIP for a period of					Amount in CWIP for a period of					Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	250.25	-	-	-	250.25	-	-	-	-	-	31.13	-	-	-	31.13
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	250.25	-	-	-	250.25	-	-	-	-	-	31.13	-	-	-	31.13

NOTE : 2B INTANGIBLE ASSETS

₹ in lakhs

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK			
	As at 01.04.2024	ADDITIONS	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 01.04.2024	FOR THE YEAR	FOR RESERVES	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023	
Computer software	26.92	1.84	(0.78)	27.98	22.43	3.26	-	(0.78)	24.91	3.07	4.49	8.04	
Sub Total	26.92	1.84	(0.78)	27.98	22.43	3.26	-	(0.78)	24.91	3.07	4.49	8.04	

NOTE : 2C RIGHT-OF-USE ASSETS

₹ in lakhs

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK			
	As at 01.04.2024	ADDITIONS	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 01.04.2024	FOR THE YEAR	FOR RESERVES	DELETIONS/ADJUSTMENT	As at 31.03.2025	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023	
Building	185.30	166.44	-	351.74	10.20	39.04	-	-	49.24	302.50	175.10	21.71	
Subtotal	185.30	166.44	-	351.74	10.20	39.04	-	-	49.24	302.50	175.10	21.71	
Grand Total (A+B+C+D) excluding CWIP	6,149.16	666.40	(51.20)	6,764.36	2,428.06	283.71	-	(6.69)	2,705.08	4,059.28	3,721.10	3,074.20	
Previous year	5,368.03	911.38	(108.55)	6,170.86	2,293.82	233.18	-	(94.68)	2,432.32	3,738.54	3,074.21	2,750.78	

PITTI INDUSTRIES PRIVATE LIMITED

(Formerly Bagadia Chaitra Industries Private Limited)

Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

NOTE 3 : OTHER FINANCIAL ASSETS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Unsecured, considered good			
Security Deposits:			
With Lessor	120.30	22.07	17.77
With suppliers	-	-	0.05
TOTAL	120.30	22.07	17.82

₹ in lakhs

NOTE 4 : OTHER NON CURRENT ASSETS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Unsecured, considered good			
Capital advance for property, plant and equipment	230.58	26.77	41.97
Prepaid Exp - Rent Deposits Ind AS	-	-	0.81
Deposits:			
With Government Bodies	23.10	17.08	14.26
Fair vale of plan asset (Gratuity)	-	43.41	-
TOTAL	253.68	87.26	57.04

₹ in lakhs

NOTE 5 : INVENTORIES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
(At lower of cost or Net realisable value)*			
Raw material	858.80	761.03	1,682.54
Material in Transit - Raw Material	-	133.08	-
Work in process	158.48	-	-
Finished goods	210.27	78.84	181.12
Tools	16.29	8.01	-
Scrap	31.66	17.05	0.60
TOTAL	1,275.50	998.01	1,864.26

*Raw materials including materials in transit, stores & spares, consumables and additives are valued at lower of cost or net realizable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost. The cost is computed on weighted average basis and the same is charged off to revenue on its issue.

₹ in lakhs

NOTE 6A : TRADE RECEIVABLES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Trade Receivables considered good - Secured*	-	-	-
Trade Receivables considered good - Unsecured	1,594.81	2,180.86	1,664.20
Trade Receivables - credit impaired	-	-	-
Allowance for Credit losses	(1.89)	-	-
TOTAL	1,592.92	2,180.86	1,664.20

*Sales against Letter of Credit

PITTI INDUSTRIES PRIVATE LIMITED

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

Trade Receivables ageing schedule for the year ended 31st March 2025							
Particulars	Outstanding for following periods from due date of payment						Total
	Amount not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	792.72	798.00	4.04	0.05	0.00	0.00	1,594.81
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(vii) Allowances for Credit losses	-	-	(0.34)	(0.53)	(0.39)	(0.63)	(1.89)
Total {(i)-[(ii)-(iii)]+[(iv)-[(v)-(vi)]]-(vii)}	792.72	798.00	3.70	(0.48)	(0.39)	(0.63)	1,592.92

₹ in lakhs

Trade Receivables ageing schedule for the year ended 31st March 2024							
Particulars	Outstanding for following periods from due date of payment						Total
	Amount not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	2,049.28	118.49	7.99	0.21	2.34	2.55	2,180.86
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total {(i)-[(ii)-(iii)]+[(iv)-[(v)-(vi)]]}	2,049.28	118.49	7.99	0.21	2.34	2.55	2,180.86

₹ in lakhs

Trade Receivables ageing schedule for the year ended 1st April 2023							
Particulars	Outstanding for following periods from due date of payment						Total
	Amount not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	1,657.63	4.49	0.00	2.08	0.00	1,664.20
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total {(i)-[(ii)-(iii)]+[(iv)-[(v)-(vi)]]}	-	1,657.63	4.49	-	2.08	-	1,664.20

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

NOTE 6B : CASH AND CASH EQUIVALENTS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Cash on Hand	1.49	1.04	1.32
Balances with Banks			
Current Accounts	150.52	0.43	0.25
Term Deposit Accounts with in 3 months of maturity	-	252.80	-
TOTAL	152.01	254.27	1.57

₹ in lakhs

NOTE 6C : OTHER BANK BALANCES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Bank Balances other than cash & cash equivalents mentioned above			
Other Deposits with banks	-	34.85	114.01
TOTAL	-	34.85	114.01

₹ in lakhs

NOTE 7 : OTHER CURRENT ASSETS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
(Unsecured and considered good)			
Advances to:			
Material suppliers/contractors	177.79	57.30	36.74
Central Excise, Sales tax, GST etc.,	39.42	-	221.90
Income Tax and other taxes	116.56	-	-
Export Incentive Receivables	11.33	10.01	6.05
Employees	1.57	1.06	1.36
Prepaid expenses	69.15	67.66	14.28
Other Receivables	-	78.93	26.67
TOTAL	415.82	214.96	307.00

₹ in lakhs

NOTE 8 : EQUITY SHARE CAPITAL	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Authorised Capital			
50,00,000 (Previous year 50,00,000) Equity Shares of ₹ 10/- each	500.00	500.00	500.00
TOTAL	500.00	500.00	500.00
Issued, Subscribed and Paid up			
30,94,200 (Previous year 30,94,200) Equity shares of ₹ 10/- each	309.42	309.42	309.42
TOTAL	309.42	309.42	309.42

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Notes to Financial Statements for the year ended 31st March 2025

Notes

(a) Reconciliation of equity shares

Particulars	As at 31.03.2025		As at 31.03.2024		As at 01.04.2023	
	No. of Shares	₹ in lakhs	No. of Shares	₹ in lakhs	No. of Shares	₹ in lakhs
Issued, subscribed and paid-up capital						
At the beginning of the period	30,94,200	309.42	30,94,200	309.42	30,94,200	309.42
Issued during the period	-	-	-	-	-	-
At the closing of the period	30,94,200	309.42	30,94,200	309.42	30,94,200	309.42

(b) Rights, preferences and restrictions attached to shares :

The Company has only one class of equity shares having a par value of ₹ 10/- each and the holder of the equity share is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the Annual General Meeting except in the case of interim dividend. In the event of liquidation of the Company the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to their share holding.

(c) Details of Shareholders holding more than 5% equity shares in the Company

Name	As at 31.03.2025		As at 31.03.2024		As at 01.04.2023	
	No. of shares	% of Total Shares	No. of shares	% of Total Shares	No. of shares	% of Total Shares
Shri Chaitra Sundaresh	-	-	15,47,100	50	15,47,100	50
Smt Ronak S. Bagadia	-	-	15,47,100	50	15,47,100	50
Pitti Engineering Limited	30,94,194	100	-	-	-	-

(d) Shares held by promoters at the end of the year

Promoter Name	As at 31.03.2025			As at 31.03.2024			01.04.2023		
	No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year	No. of shares	% of total shares	% Change during the year
Shri Chaitra Sundaresh	-	-	(50)	15,47,100	50	0%	15,47,100	50	0%
Smt Ronak S Bagadia	-	-	(50)	15,47,100	50	0%	15,47,100	50	0%
Pitti Engineering Limited	30,94,194	100	100	-	-	-	-	-	-
Sharad Badrivishal Pitti (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-
Akshay Sharad Pitti (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-
Varun Agarwal (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-
Rishab Gupta (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-
Sandip Agarwala (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-
Mamillapalli Pavan Kumar (Nominee of Pitti Engineering Limited)	1	-	-	-	-	-	-	-	-

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

Note 9 : OTHER EQUITY	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Securities Premium			
At the beginning of the year	95.58	95.58	95.58
Add: Received/transfer on issue of ordinary shares during the year	-	-	-
At the closing of the period	95.58	95.58	95.58
General Reserve			
At the beginning of the year	-	-	-
Less: adjustment as per Schedule -II of Companies Act, 2013	-	-	-
Add: Transferred from P&L Account during the year	-	-	-
At the closing of the period	-	-	-
Retained Earnings			
At the beginning of the year	2,528.35	1,710.96	1,710.96
Impact due change in inventory valuation & accounting estimate	-	18.65	-
Add : Profit for the year	985.61	798.74	-
Less : Transferred to general reserve during the year	-	-	-
At the closing of the period	3,513.96	2,528.35	1,710.96
Share Based Payment Reserve			
At the beginning of the year	-	-	-
Add :Share based payment expense	1.30	-	-
At the closing of the period	1.30	-	-
Items of Other Comprehensive Income			
Remeasurement of the net defined benefit (liability)/assets	(56.14)	3.08	-
At the closing of the period	(56.14)	3.08	-
TOTAL	3,554.70	2,627.01	1,806.54

Securities Premium

The amount received in excess of face value of the equity shares is recognised in securities Premium.

The utilization of securities premium will be as per provisions of the Act.

General Reserve

General reserve is created through an annual transfer of net profit in accordance with applicable regulations.

Retained Earnings

Retained earnings are the profits that the company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

Share based payment reserve

The Share-Based Payment Reserve represents the cumulative value of fair value of Stock options under PITTI ESOP Scheme 2024 granted by the Pitti Engineering Limited (Holding Company) to employees of the Company.

₹ in lakhs

NOTE 10 A : BORROWINGS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
A. Secured Loans			
Term Loans from Banks	-	-	632.44
Total - A	-	-	632.44
B. Unsecured loans			
From related parties	-	281.07	413.13
Intercompany deposit (Refer note)	500.00	-	-
Total - B	500.00	281.07	413.13
TOTAL - (A+B)	500.00	281.07	1,045.57

Note:

Inter corporate deposit received from Pitti Engineering Limited (Holding Company) interest rate ranging from 8.50% to 9.86% P.A

PITTI INDUSTRIES PRIVATE LIMITED

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

Note 10B : LEASE LIABILITIES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Lease Liabilities	220.51	124.83	8.01
TOTAL	220.51	124.83	8.01

₹ in lakhs

Note 11 : PROVISIONS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Provision for Gratuity*	35.32	-	-
Provision for Leave encashment*	137.06	32.91	-
TOTAL	172.38	32.91	-

* Refer note no.25.4

₹ in lakhs

Note 12 : DEFERRED TAX LIABILITIES (NET)*	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
At the beginning of the year	209.63	107.59	107.59
Provision for the year	(101.87)	102.04	-
Closing balance	107.76	209.63	107.59

* Refer note no.25.14

₹ in lakhs

Note 13A : BORROWINGS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Working capital borrowings from Banks (Secured)	-	1,159.46	1,215.33
Current maturities of long term borrowings:			
Term loans	-	783.22	497.86
Vehicle loans	-	-	7.33
Inter Corporate Deposit (Refer note)	1,780.00	-	-
TOTAL	1,780.00	1,942.68	1,720.52

Note:

Inter corporate deposit received from Pitti Engineering Limited (Holding Company) interest rate ranging from 8.50% to 9.86% P.A

₹ in lakhs

NOTE 13B : LEASE LIABILITIES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Lease Liabilities	78.59	42.40	12.48
TOTAL	78.59	42.40	12.48

₹ in lakhs

NOTE 13C : TRADE PAYABLES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Dues to micro and small enterprises (Refer Note 25.16)*	99.80	-	54.61
Dues to other than micro and small enterprises	838.31	1,431.90	1,677.60
TOTAL	938.11	1,431.90	1,732.21

Note:

The information has been given in respect of such vendors to the extent they could be identified as Micro and Small enterprises on the basis of information available with the Company on records.

* The amount mentioned is principal only.

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Notes to Financial Statements for the year ended 31st March 2025

Trade Payables ageing schedule for the year ended 31st March 2025



₹ in lakhs

Particulars	Not Due	Outstanding for following periods from due date of payment				
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed dues - MSME	99.80	-	-	-	-	99.80
(ii) Undisputed dues - Others	736.09	102.15	-	-	0.07	838.31
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total ((i)+(ii)+(iii)+(iv))	835.89	102.15	-	-	0.07	938.11

Trade Payables ageing schedule for the year ended 31st March 2024

₹ in lakhs

Particulars	Not Due	Outstanding for following periods from due date of payment				
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed dues - MSME	-	-	-	-	-	-
(ii) Undisputed dues - Others	34.96	1,396.94	-	-	-	1,431.90
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total ((i)+(ii)+(iii)+(iv))	34.96	1,396.94	-	-	-	1,431.90

Trade Payables ageing schedule for the year ended 1st April 2023

₹ in lakhs

Particulars	Not Due	Outstanding for following periods from due date of payment				
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed dues - MSME	54.61	-	-	-	-	54.61
(ii) Undisputed dues - Others	-	1,677.60	-	-	-	1,677.60
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total ((i)+(ii)+(iii)+(iv))	54.61	1,677.60	-	-	-	1,732.21

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

NOTE 13D : OTHER FINANCIAL LIABILITIES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Others	139.35	133.89	133.67
TOTAL	139.35	133.89	133.67

₹ in lakhs

NOTE 14 : OTHER CURRENT LIABILITIES	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Advances from Customers	153.68	139.20	89.96
Other Liabilities	31.85	89.32	41.45
TOTAL	185.53	228.52	131.41

₹ in lakhs

NOTE 15 : PROVISIONS	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Provision for employee benefits :			
Provision for Gratuity	9.21	-	-
Provision for Bonus	123.11	43.67	42.42
Provision for Leave encashment	1.09	1.15	70.02
TOTAL	133.41	44.82	112.44

₹ in lakhs

NOTE 16 : INCOME TAX LIABILITIES (NET)	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Provision for taxation (net)	-	104.30	11.37
TOTAL	-	104.30	11.37

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

NOTE 17 : REVENUE FROM OPERATIONS	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Sales & Services:		
Sale of Products	28,642.47	29,371.02
Job work & Service Income	6.39	20.37
Gross Sales & Services (inclusive of GST)	28,648.86	29,391.39
Less : GST	(4,333.93)	(4,374.97)
Net Sales & Services	24,314.93	25,016.42
Sale of Products	24,309.19	24,998.22
Job work & Service Income	5.74	18.20
Net Sales & Services	24,314.93	25,016.42
Less : Discounts to Customers	(231.31)	(198.68)
Revenue from Sales & Services	24,083.62	24,817.74
Export incentives and others	10.63	22.50
Revenue from operations	24,094.25	24,840.24

₹ in lakhs

NOTE 18 : OTHER INCOME	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Interest on Deposits	10.51	17.14
Profit on Sale of Property, Plant & Equipment (net off loss on assets scrapped/written off)	-	19.46
Profit on Lease Modification	-	1.82
Forex gain on Export Receivables and Imports Payables	-	2.46
Other Misc. Receipts	-	45.44
TOTAL	10.51	86.32

₹ in lakhs

NOTE 19 : COST OF MATERIALS CONSUMED	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Opening stock	894.11	1,752.56
Add: Purchases	18,881.12	19,322.61
Less : Material in Transit - Raw Material	-	(133.08)
Less: Closing stock	(858.80)	(761.03)
Consumption	18,916.43	20,181.06

₹ in lakhs

NOTE 20: CHANGES IN INVENTORIES OF WORK-IN-PROCESS, FINISHED GOODS AND SCRAP	For the Year ended 31.03.2025	For the Year ended 31.03.2024
A. Opening stocks:		
Workin-process	-	-
Finished goods	78.84	126.43
Tools	8.01	3.32
Scrap	17.05	0.60
Total - A	103.90	130.35
B. Closing stocks:		
Workin-process	158.48	-
Finished goods	210.27	78.84
Tools	16.29	8.01
Scrap	31.66	17.05
Total - B	416.70	103.90
C. (Increase)/Decrease in stocks (A-B)	(312.80)	26.45

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Notes to Financial Statements for the year ended 31st March 2025



₹ in lakhs

Note 21 : EMPLOYEE BENEFITS EXPENSE	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Employees remuneration and benefits	1,777.57	1,372.41
Contribution to PF/ESI*	93.08	84.59
Gratuity expenses*	38.71	-
Staff welfare expenses	270.50	121.41
Share based payment expenses*	1.30	-
TOTAL	2,181.16	1,578.41

*Refer note no.25.4

₹ in lakhs

Note 22 : FINANCE COSTS	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Interest on Long term debt	9.54	112.31
Interest on short term debt	180.10	131.13
Interest others	16.02	15.88
Other Finance cost	2.24	5.29
TOTAL	207.90	264.61

₹ in lakhs

Note 23 : OTHER EXPENSES	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Consumption of Stores, Spares, Tools & Dies	523.19	433.24
Power & fuel	132.88	141.14
Repairs & Maintenance :		
Plant	40.14	80.72
Building	3.55	10.28
Vehicles	2.01	12.46
Other Assets	40.11	4.93
Loss on Sale of Property, Plant & Equipment (net off loss on assets scrapped/written off)	1.27	-
Credit Risk Impaired	-	6.21
Credit Risk Allowance	1.89	-
Other selling & Distribution expenses	47.76	-
Packing Cost	156.31	130.62
Carriage outwards	299.19	333.96
Travelling & Conveyance	34.09	101.43
Insurance	21.73	15.82
Rent	1.19	-
Rates & Taxes (Excluding Taxes on Income)	8.83	10.05
Director's Sitting Fees	0.30	-
Forex loss on Export Receivables and Imports Payables	24.53	-
Remuneration to auditors :		
Audit Fee	3.00	4.00
Tax Audit Fee	2.00	2.00
Certification Fee /Taxation matter	3.00	-
Communication Expenses	9.36	5.44
Professional consultancy	95.09	104.09
CSR Expenses	17.69	11.10
Miscellaneous Expenses	106.34	84.18
TOTAL	1,575.45	1,491.67

₹ in lakhs

NOTE 24 : TAX EXPENSES	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Current tax	337.52	251.44
Taxe relating to earlier years	11.73	-
Deferred (credit)/expenses	(101.87)	102.04
Deferred (credit)/expenses on other comprehensive income	19.92	(1.04)
TOTAL	267.30	352.44

NOTE 25: NOTES ON ACCOUNTS

25.1 Earnings Per Share (EPS) from continuing operations

Particulars	For the Year 2024 - 25	For the Year 2023 - 24
Earnings		
Profit for the period attributable to owners of the Company (₹ in lakhs)	985.61	798.74
Shares		
Number of shares at the beginning of the period	30,94,200	30,94,200
Add: Shares issued during the year	-	-
Total number of equity shares outstanding at the end of the period	30,94,200	30,94,200
Weighted average number of equity shares outstanding during the period	30,94,200	30,94,200
Earnings Per Share of par value ₹ 10/- Basic (₹)	31.85	25.81
Earnings Per Share of par value ₹ 10/- Diluted (₹)	31.85	25.81

25.2 Contingent Liabilities and Commitment

Nil

25.3 Capital Management

The Company's Capital management is intended to create value for shareholders by facilitating the achievement of long-term and short-term goals of the Company.

The Company determines the amount of capital required based on an annual business plan coupled with long-term and short-term strategic investment and expansion plans. The funding needs are met through equity, cash generated from operations, long-term and short-term bank borrowings.

The Company monitors the capital structure based on net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

Net debt includes interest bearing borrowings excluding lease obligations less cash and cash equivalents, other bank balances (including non-current earmarked balances) and current investments.

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The table below summarises the capital, net debt, and net debt to equity ratio of the Company.

₹ in lakhs

Particulars	As at 31 st March 2025	As at 31 st March 2024	As at 1 st April 2023
Equity Share Capital	309.42	309.42	309.42
Other Equity	3554.70	2627.01	1806.54
Total equity (A)	3864.12	2936.43	2115.96
Non-Current borrowings	500.00	281.07	1045.57
Current borrowings	1780.00	1942.68	1720.52
Gross Debt (B)	2280.00	2223.75	2766.09
Total Capital (A+B)	6144.12	5160.18	4882.05
Gross Debt as above	2280.00	2223.75	2766.09
Less: Current investments	-	-	-
Less: Cash and cash equivalents	152.01	254.27	1.57
Less: Other balances with banks	-	34.85	114.01
Net Debt (C)	2127.99	1934.63	2650.51
Net Debt to Equity	0.55	0.66	1.25

25.4 Employee Benefit Plans

As per Indian Accounting Standard 19 - "Employee Benefits" the disclosures as defined are given below :

A) Defined Benefit Plan

A summary of the Gratuity & Leave Encashment plans are as follows

Assumptions	Gratuity Plan		Leave Encashment Plan	
	2024-25	2023-24	2024-25	2023-24
Discount Rate	6.82 %	7.10 %	6.82 %	7.10 %
Rate of increase in Compensation levels	8% p.a.	7% p.a.	8% p.a.	7% p.a.
Rate of Return on Plan Assets	0.00%	14.40 %	0%	0%
Expected Average remaining working lives of employees (years)	29 yrs	30 yrs	29 yrs	30 yrs

₹ in lakhs

Changes in Present Value of Obligations	Gratuity Plan		Leave Encashment Plan	
	2024-25	2023-24	2024-25	2023-24
Present Value of Obligation as at the beginning of the year	103.31	-	34.06	-
Interest Cost	7.25	-	1.46	-
Past Service Cost - vested benefits	-	83.90	-	33.78
Current Service Cost	40.74	19.41	51.23	8.11
Benefits paid	(2.30)	(5.77)	(26.96)	-
Actuarial (gain)/ loss on obligations	70.16	5.77	78.36	(7.83)
Present Value of Obligation as at the end of the year	219.16	103.31	138.15	34.06
Present Value of Obligation as at the end of the year	219.16	103.31	138.15	34.06
Fair Value of Plan Assets as at the end of the year	174.63	146.72	-	-
Funded Status	(44.53)	43.41	(138.15)	(34.06)
Net Asset / (Liability) Recognised in Balance Sheet	(44.53)	43.41	(138.15)	(34.06)
Current Service Cost	40.74	19.41	51.23	8.11
Past Service Cost	-	83.90	-	33.78
Interest Cost	7.25	-	1.46	-
Expected Return on Plan Assets	(9.28)	-	-	-
Net actuarial (gain)/ loss recognised in the year	-	-	78.36	(7.83)
Expenses Recognised in the Statement of Profit & Loss	38.71	103.31	131.05	34.06
Acquisition Adjustments	0.35	122.22	-	-
Fair Value of the Planned Assets at the beginning of the year	146.72	-	-	-
Employer's contribution	29.86	20.39	-	-
Interest on Planned Assets	-	-	-	-
Actual return on plan assets less interest on plan	-	-	-	-
Expected return on plan assets	9.28	-	-	-
Actuarial gain/(loss) on plan asset	(9.28)	9.88	-	-
Benefits paid	(2.30)	(5.77)	-	-
Asset acquired/(settled)	-	-	-	-
Present Value of Planned Assets at the end of the year	174.63	146.72	-	-

Maturity profile of defined benefit obligation (on an undiscounted basis) - Gratuity

₹ in lakhs

Particulars	2024-25	2023-24
Within next 12 months	0.31	7.13
Between 2 to 5 years	11.35	8.25
Between 6 to 10 years	55.26	24.50
More than 10 years	1,197.72	742.84

Rate of return for the plan asset

Particulars	2024-25	2023-24
Guaranteed Rate of Return	-	14.40%
Discounted Rate for remaining term to Maturity of Investment	-	7.10%
Expected Rate of Return on Investment	6.82%	7.10%

Sensitivity Analysis - Gratuity Plan

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate expected salary increase and mortality. The sensitivity analysis below has been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period while holding all other assumptions constant. The result of sensitivity analysis is given below:

₹ in lakhs

Particulars	Gratuity Plan			
	As at 31.03.2025		As at 31.03.2024	
	Decrease	Increase	Decrease	Increase
Change in Rate of discount (Delta effect of +/-1%)	248.38	195.27	116.54	92.48
Change in Rate of Salary Growth (Delta effect of +/-1%)	175.68	275.00	82.57	130.12
Change in Rate of Attrition (Delta effect of +/- 50%)	195.97	241.53	92.12	113.54
Change in Mortality Rate (Delta effect of +/-10%)	214.96	223.58	101.16	105.46

B) Defined Contribution Plan

Contribution to Defined Contribution plan recognised as expense for the year is as under

₹ in lakhs

Description	2024-25	2023-24
Employer Contribution to ESI	14.70	16.28
Employer Contribution to PF	78.23	68.30
Labor welfare fund	0.15	0.14
Total	93.08	84.72

C) Employee Stock Option Scheme 2024 ("PITTI ESOP Scheme 2024")

The shareholders of Pitti Engineering Limited ('Holding Company') have approved the "Pitti ESOP Scheme 2024" (Scheme) on 13th June 2024 by way of special resolution. The objective of the Scheme is to reward the employees of the Holding Company, its subsidiaries and associates for their performance and to motivate them to contribute to the growth and profitability of the Company. The Scheme also aims at retaining talent. The Holding Company has established an ESOP Trust to administer the Scheme.

Under the Scheme, the minimum vesting period of an option shall not be less than 12 months from the date of grant of the option or such other period as may be provided in the Companies Act and SEBI Regulations. A minimum of 25%, subject to a maximum of 50%, of the options will vest upon the satisfactory performance of the option grantee as determined by the Compensation Committee of the Holding Company. These conditions shall be determined by the Compensation Committee at the time of grant. The balance options shall vest over a period of 8 years from the date of grant, with a cliff period of 2 years. The option grantee is entitled to exercise his options from the first date of vesting till the expiry of 5 (five) years from the vesting of the final tranche of the granted options.

Under the said Scheme, Holding Company has granted 17,500 options to eligible employees of the Company as on 13th March 2025 with exercise price ₹ 736.72 each.

Reconciliation of outstanding share options

Particulars	For the period ended 31 st March 2025	
	No. of options	Weighted average exercise price
Options outstanding at the beginning of the year	-	-
Granted during the year	17,500	736.72
Forfeited / surrendered during the year	-	-
Exercise during the year	-	-
Options outstanding at the end of year	17,500	736.72
Options exercising at the end of the year	-	-
Weighted average remaining contractual life	12.95 Years	

Weighted average share price on exercise of options is not applicable (Since, no share options are exercised during the period).

Fair value and weighted assumptions of the options granted during the year:

Particulars	
Exercise Price (₹)	736.72
Share price at the grant date (₹)	920.90
Fair value of option granted (₹)	662.29
Expected life of the option (years)	9.17 years
Risk free interest rate (%)	6.86%
Expected volatility (%)	51.57%
Dividend yield (%)	0.2%

The eligible employees of the Company receive remuneration in the form of share-based payments in consideration of the services rendered. Under the equity settled share-based payment, the fair value on the grant date of the award given to employees is recognised as 'employee benefit expenses with a corresponding increase in equity over the vesting period. The fair value of the options at the grant date is calculated by an independent valuer basis Black Scholes model. At the end of each reporting period, apart from the non-market vesting conditions, the expense is reviewed and adjusted to reflect changes to the level of options expected to vest.

The total expenses arising from share-based payment transactions recognised profit or loss as part of employee benefit expenses is ₹ 1.30 lakhs (31 March 2024: Nil).

25.5 Details of Consumption of Raw Material

₹ in lakhs

Description	For the Year 2024-25	For the Year 2023-24
Imported	-	-
Indigenous	18,916.43	20,181.06
TOTAL	18,916.43	20,181.06

25.6 Stock and Turnover of Manufactured and Traded goods

₹ in lakhs

Description	For the Year 2024-25			For the Year 2023-24		
	Turnover	Closing Inventory (FG & Scrap)	Opening Inventory (FG & Scrap)	Turnover	Closing Inventory (FG & Scrap)	Opening Inventory (FG & Scrap)
Sale of Products	24,077.88	241.93	95.89	24,799.54	95.89	181.72
Sale of Services	5.74	-	-	18.20	-	-
TOTAL	24083.62	241.93	95.89	24817.74	95.89	181.72

25.7 Stock of Work in Process

₹ in lakhs

Description	As at 31.03.2025	As at 31.03.2024
Work/Material in process	158.48	-
TOTAL	158.48	-

25.8 CIF Value of Imports

₹ in lakhs

Particulars	For the Year 2024 - 25	For the Year 2023 - 24
Capital goods	-	98.59
Raw Materials	-	-
Stores and Spares	1.59	7.44
TOTAL	1.59	106.03

25.9 Earnings in Foreign Currency

₹ in lakhs

Particulars	For the Year 2024 - 25	For the Year 2023 - 24
FOB value of Exports	469.21	776.01

25.10 Disclosure as per Section 186 of the Companies Act, 2013

The details of loans guarantees and investments under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 are as follows:

- (i) There are no loan, investments or guarantees issued by our Company in accordance with section 186 of the Companies Act, 2013 read with rules issued there under

25.11 Segment Reporting

Segments are identified in line with Indian Accounting Standards (Ind AS) 108 "Operating Segments" taking into consideration the internal organisation and management structure.

Operating Segments are components of the Company whose operating results are regularly reviewed by the Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segment and assesses its performance and for which discreet information is available.

The operating segment of the Company is identified to be manufacturing of "Engineering Products of Iron and Steel" and the CODM reviews business performance at an overall Company level as one segment. Hence no separate disclosure is provided.

Information by Geographies

In presenting geographic information segment revenue has been based on the location of the customer and segment assets are based on geographical location of assets.

a) Revenue from External Customers

₹ in lakhs

Sl. No	Segment Revenue	For the Year 2024-25	For the Year 2023-24
a)	India	23618.09	24013.07
b)	Outside India	476.16	827.17
	TOTAL	24094.25	24840.24

b) Assets

₹ in lakhs

Segment Assets	Carrying amount of Assets	
	As at 31.03.2025	As at 31.03.2024
India	8009.98	7280.64
Outside India	109.78	232.74
TOTAL	8119.76	7513.38

25.12 Financial Instruments

(A) Fair Values Hierarchy

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement as follows:

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

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates.

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Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

₹ in lakhs

Fair value hierarchy						
Particulars	Total	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	FVTOCI	Amortised Cost
		Level 1	Level 2	Level 3		
31-March-25						
Financial Asset						
Other Financial Assets	120.30	-	-	-	-	120.30
Trade receivables	1,592.92	-	-	-	-	1,592.92
Cash and Cash Equivalents	152.01	-	-	-	-	152.01
Total (A)	1,865.23	-	-	-	-	1,865.23
Financial Liability						
Borrowings	2,280.00	-	-	-	-	2,280.00
Lease Liability	299.10	-	-	-	-	299.10
Trade payables	938.11	-	-	-	-	938.11
Other financial liabilities	139.35	-	-	-	-	139.35
Total (B)	3,656.56	-	-	-	-	3,656.56
Total C (A+B)	5,521.79					5,521.79
31-March-24						
Financial Asset						
Other Financial Assets	22.07	-	-	-	-	22.07
Trade receivables	2,180.86	-	-	-	-	2,180.86
Cash and Cash Equivalents	254.27	-	-	-	-	254.27
Other bank balances	34.85	-	-	-	-	34.85
Total (A)	2,492.05	-	-	-	-	2,492.05
Financial Liability						
Borrowings	2,223.75	-	-	-	-	2,223.75
Lease Liability	167.23	-	-	-	-	167.23
Trade payables	1,431.90	-	-	-	-	1,431.89
Other financial liabilities	133.89	-	-	-	-	133.89
Total (B)	3,956.77	-	-	-	-	3,956.77
Total (A+B)	6,448.82	-	-	-	-	6,448.82
01-April-23						

Fair value hierarchy						
Particulars	Total	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	FVTOCI	Amortised Cost
		Level 1	Level 2	Level 3		
Financial Asset						
Other Financial Assets	17.82	-	-	-	-	17.82
Trade receivables	1,664.20	-	-	-	-	1,664.20
Cash and Cash Equivalents	1.57	-	-	-	-	1.57
Other bank balances	114.01					114.01
Total (A)	1,797.60	-	-	-	-	1,797.60
Financial Liability						
Borrowings	2,766.09	-	-	-	-	2,766.09
Lease Liability	20.49	-	-	-	-	20.49
Trade payables	1,732.21	-	-	-	-	1,732.21
Other financial liabilities	133.67	-	-	-	-	133.67
Total (B)	4,652.46	-	-	-	-	4,652.46
Total (A+B)	6,450.06	-	-	-	-	6,450.06

(B) Financial Risk Management

The Company has exposure to the following risk:

Credit Risk:

Credit risk is the risk that counterparty will not meet its obligations leading to a financial loss. The Company is exposed to credit risk arising from its operating (primarily trade receivables) and investing activities including deposits placed with banks, financial institutions and other corporate deposits. The Company establishes an allowance for impairment that represents its estimate of expected losses in respect of financial assets. Financial assets are classified into performing, under-performing and non-performing. All financial assets are initially considered performing and evaluated periodically for expected credit loss. A default on a financial asset is when there is a significant increase in the credit risk which is evaluated based on the business environment. The assets are written off when the Company is certain about the non-recovery.

Liquidity Risk:

Liquidity risk is the risk that the Company may encounter difficulty in meeting its obligations. The Company's approach is to ensure that it has sufficient liquidity or borrowing headroom to meet its obligations at all point in time. The Company has sufficient short term fund based lines, which provides healthy liquidity and these carry highest credit quality rating from reputed credit rating agency.

₹ in lakhs

Maturities of financial liabilities	Less than 1 year	1 - 5 Years	More than 5 years	Contractual Cashflows	Carrying Value
As at 31st March 2025					
Borrowings other than lease obligation	1,780.00	500.00	-	2,280.00	2,280.00
Lease obligations including interest obligations	78.59	285.64	-	364.23	299.10
Trade payables	938.11	-	-	938.11	938.11
Other financial liabilities	139.35	-	-	139.35	139.35
Total	2,936.05	785.64	-	3,721.69	3,656.56

₹ in lakhs

Maturities of financial liabilities	Less than 1 year	1 - 5 Years	More than 5 years	Contractual Cashflows	Carrying Value
As at 31st March 2024					
Borrowings other than lease obligation	2,223.75	-	-	2,223.75	2,223.75
Lease obligations including interest obligations	50.27	174.50	-	224.77	167.23
Trade payables	1,431.90	-	-	1,431.90	1,431.90
Other financial liabilities	133.89	-	-	133.89	133.89
Total	3,839.81	174.50	-	4014.31	3,956.77

₹ in lakhs

Maturities of financial liabilities	Less than 1 year	1 - 5 Years	More than 5 years	Contractual Cashflows	Carrying Value
As at 1st April 2023					
Borrowings other than lease obligation	1720.52	1,045.57	-	2,766.09	2,766.09
Lease obligations including interest obligations	13.62	8.34	-	21.96	20.49
Trade payables	1,732.21	-	-	1,732.21	1,732.21
Other financial liabilities	133.67	-	-	133.67	133.67
Total	3,600.02	1,053.91	-	4,653.93	4,652.46

The contractual maturities of lease liabilities presented in the above table represent undiscounted cash flows, which differ from their carrying value disclosed in Note 10B & 13B. The carrying value of lease liabilities reflects the present value of future lease payments discounted at the incremental borrowing rate in accordance with Ind AS 116.

Market Risk:

Market risk is the risk that the fair value of the future cash flow will fluctuate because of changes in the market prices.

The Company operates internationally, and portion of the business transacted are carried out in more than one currency, hence it is exposed to currency risks through its transactions in foreign currency or where assets or liabilities are denominated in currency other than functional currency.

For every one percentage depreciation / appreciation in the exchange rate between the functional currency and foreign currency on the open exposure, the profit before tax of the Company on the open position as at the year-end for the year would increase or decrease as follows:

₹ in lakhs		
Particulars	For the year ended 31 st March 2025	For the year ended 31 st March 2024
Impact on profit before tax for the year	1.11	(0.68)

25.13 Related party disclosures

List of Related parties:

I Holding Company

Pitti Engineering Limited

II Key Management Personnel

I. Executive Directors

- (i) Shri Chaitra Sundaresh, Managing Director
- (ii) Smt Ronak S Bagadia, Whole-Time Director (upto 06/05/2024)

II. Non-Executive Directors

- (iii) Shri Akshay S Pitti, Chairman (w.e.f 06/05/2024)
- (iv) Shri Sandip Agarwala, Director (w.e.f 06/05/2024)

III. Independent & Non-Executive Director

- (v) Shri Y B Sahgal, Independent Director (w.e.f 06/05/2024)

III Fellow Subsidiary

- (i) Dakshin Foundry Private Limited

IV Other Related Parties with whom transactions have taken place

Enterprises Over which Key Managerial Personnel or their relatives are able to exercise significant control

- (i) M/s. Bagadia Brothers (upto 06/05/2024)

The Relative of Executive Directors

- (i) Shri Nishanth Sundaresh
- (ii) Smt Ashwini M Sundaresh
- (iii) Shri Shyam Uttarkar (upto 06/05/2024)

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A. Transactions/balances outstanding with related parties

(1) For the Financial Year 2024-25

₹ in lakhs

Sl. No	Transactions / Outstanding balances	Holding Company	Fellow Subsidiary	Key Management Personnel	Other related parties	Total
1	Remuneration	-	-	4.40*	39.24	43.64
2	Purchases of goods	8,053.69	-	-	-	8,053.69
3	Purchase of Property, plant & equipment	45.59	-	-	-	45.59
4	Job work charge	12.67	-	-	-	12.67
5	Sale of goods	72.38	1.02	-	-	73.40
6	Sale of Property, Plant & Equipment	43.25	-	-	-	43.25
7	Job work income	5.74	-	-	-	5.74
8	Interest paid	89.40	82.61	1.37	0.70	174.08
9	Share based payment expenses	1.30	-	-	-	1.30
10	ICD's Received	8,080.00	2,000.00	-	-	10,080.00
11	ICD's Repaid	5,800.00	2,000.00	-	-	7,800.00
12	Unsecured loan repaid	-	-	184.94	95.00	279.94
13	Amount payable at the year end	2,508.06	-	-	2.19	2,510.25
14	Amount receivable at the year end	-	1.22	-	-	1.22

* Remuneration paid to Key Managerial Personnel comes under short term employee benefits only

(2) For the previous Financial Year 2023-24

₹ in lakhs

Sl. No	Transactions / Outstanding balances	Key Management Personnel	Other related parties	Total
1	Remuneration	48.00*	35.88	83.88
2	Consultation fees	-	24.00	24.00
4	Sale of asset	-	5.07	5.07
5	Interest Paid	6.22	8.57	14.79
6	Unsecured Loan - received	2.50	-	2.50
7	Unsecured Loan - repaid	134.55	-	134.55
8	Amount received/repaid	-	26.27	26.27
9	Amount payable at the year end	188.85	100.23	289.08

* Remuneration paid to Key Managerial Personnel comes under short term employee benefits only

25.14

A. Income Tax

₹ in lakhs

Particulars	Year ended 31 st March 2025	Year ended 31 st March 2024
Profit/(loss) before tax	1,252.91	1,151.18
Expected income tax expense at statutory income tax rate of 25.168% (2022-23: 25.168%)	315.33	335.22
(a) Disallowances in respect of impairment of investments and allowance	-	-
(b) Income exempt from tax/ Items not deductible/ adjustments in respect of prior periods	212.07	58.68
(c) Expenses allowable for tax purposes when paid/ written of	(189.88)	(142.46)
Tax expense as reported	337.52	251.44

B. Deferred Tax

₹ in lakhs

Sl. No	Particulars	Deferred Tax (Liability)/ Asset as at 01.04.2024	Statement of Profit & Loss	Other Comprehensive income	Deferred Tax (Liability)/ Asset as at 31.03.2025
Deferred tax assets:					
1	Provision for Lease liability as per Ind AS 116	-	75.28	-	75.28
2	Employee benefits	22.35	36.06	-	58.41
3	Remeasurement of defined benefit plans	-	-	19.92	19.92
4	Others	-	0.73	-	0.73
	Total (a)	22.35	112.07	19.92	154.34
Deferred tax liabilities:					
1	Difference between Depreciation as per Co's Act & as per IT Act	(230.94)	(30.12)	-	(261.06)
2	Provision for Lease liability as per Ind AS 116	-	-	-	-
2	Employee benefits	-	-	-	-
3	Remeasurement of defined benefit plans	(1.04)	-	-	(1.04)
4	Others	-	-	-	-
	Total (b)	(231.98)	(30.12)	-	(262.10)
	Deferred Tax Net (a-b)	(209.63)	81.95	19.92	(107.76)

25.15 The assessment for impairment of assets has taken place at the end of reporting period as per guidelines laid down in Ind AS 36 'Impairment of assets'. For the assets having recoverable amount less than its carrying amount the carrying amount of the asset is reduced to its recoverable amount and the resulting impairment loss is recognised in profit or loss.

25.16 Micro Small and Medium Enterprises Development Act, 2006
Disclosure required as per section 22 of the Micro Small and Medium Enterprise Development Act, 2006 (MSMED Act) is given below:

₹ in lakhs

Sl. No	Description	Year 2024-25	Year 2023-24	As at 01.04.2023
1	Principal amount outstanding and not due to suppliers under MSMED	99.80	-	54.61
2	Interest accrued and due to suppliers covered under MSMED on the above amount unpaid	-	-	
3	Payment made to suppliers (with Interest) beyond the appointed day during the year.	-	-	
4	Interest paid to suppliers covered under MSMED	-	-	
5	Interest due & Payable to suppliers covered under MSMED Act towards payments already made.	-	-	

The information has been given in respect of such vendors to the extent they could be identified as micro and small enterprises on the basis of information available with Company.

25.17 Right of Use Assets

For the Financial Year 2024-25

₹ in lakhs

Particulars	Category of ROU Assets					Total
	Land	Building	Plant & Machinery	Vehicles	Computers	
Balance as on 1 st April 2024	-	175.10	-	-	-	175.10
Reclassified on account of adoption of Ind AS 116	-	-	-	-	-	-
Additions/ Adjustments	-	166.44	-	-	-	166.44
Deletions/ Adjustments	-	-	-	-	-	-
Depreciation	-	39.04	-	-	-	39.04
Balance as on 31st March 2025	-	302.50	-	-	-	302.50

For the Previous Financial Year 2023-24

₹ in lakhs

Particulars	Category of ROU Assets					Total
	Land	Building	Plant & Machinery	Vehicles	Computers	
Balance as on 1 st April 2023	-	21.71	-	-	-	21.71
Reclassified on account of adoption of Ind AS 116	-	-	-	-	-	-
Additions/ Adjustments	-	185.30	-	-	-	185.30
Deletions/ Adjustments	-	(8.63)	-	-	-	(8.63)
Depreciation	-	23.28	-	-	-	23.28
Balance as on 31st March 2024	-	175.10	-	-	-	175.10

As at 01/04/2023

Particulars	Category of ROU Assets					Total
	Land	Building	Plant & Machinery	Vehicles	Computers	
Balance as on 31.03.2023	-	-	-	-	-	-
Reclassified on account of adoption of Ind AS 116	-	-	-	-	-	-
Additions/ Adjustments	-	21.71	-	-	-	21.71
Deletions/ Adjustments	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Balance as on 1st April 2023	-	21.71	-	-	-	21.71

25.18 Letters have been written for confirmation of balances pertaining to debtors and creditors and reply from certain parties are awaited.

25.19 Statutory Auditor's Remuneration

₹ in lakhs

Sl. No	Description	Year 2024-25	Year 2023-24
1	Statutory Audit	6.00	4.00
2	Tax Audit	2.00	2.00

25.20. First time adoption of Ind AS

These financial statements, for the year ended 31st March 2025, are the first set of financial statements, the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31st March 2024, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (“Indian GAAP” or “Previous GAAP”). Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on 31st March 2025, together with the comparative period data as at and for the year ended 31st March 2024, as described in the summary of significant accounting policies. In preparing these financial statements, the Company’s opening balance sheet was prepared as at 1st April 2023, the Company’s date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at 1st April 2023 and the financial statements as at and for the year ended 31st March 2024.

A. Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

A.1 Ind AS optional exemptions

Deemed Cost : As per para D7AA of Ind AS 101 an entity may elect to: measure an item of property, plant and equipment at the date of transition at its fair value and use that fair value as its deemed cost at that date use a previous GAAP revaluation of an item of property, plant and equipment at or before the date of transition as deemed cost at the date of the revaluation, provided the revaluation was, at the date of the revaluation, broadly comparable to

- fair value;
- or cost or depreciated cost under Ind AS adjusted to reflect, for example, changes in a general or specific price index

use carrying values of property, plant and equipment as on the date of transition to Ind AS (which are measured in accordance with previous GAAP) if there has been no change in its functional currency on the date of transition.

As permitted by Ind AS 101, the Company has elected to carry the previous GAAP carrying values as deemed costs for all the items of property, plant and equipment and capital work-in-progress.

A.2 Ind AS mandatory exception

A.2.1 Estimates

As per Ind AS 101, an entity’s estimates in accordance with Ind AS at the date of transition to Ind AS at the end of the comparative period presented in the entity’s first Ind AS

financial statements, as the case may be, should be consistent with estimates made for the same date in accordance with the previous GAAP unless there is objective evidence that those estimates were in error. However, the estimates should be adjusted to reflect any differences in accounting policies.

As per Ind AS 101, where application of Ind AS requires an entity to make certain estimates that were not required under previous GAAP, those estimates should be made to reflect conditions that existed at the date of transition (for preparing opening Ind AS balance sheet) or at the end of the comparative period (for presenting comparative information as per Ind AS).

The Company's estimates under Ind AS are consistent with the above requirement. Key estimates considered in preparation of the financial statements that were not required under the previous GAAP are listed below:

- a) Fair valuation of financial instruments carried at FVTPL and/ or FVOCI.
- b) Determination of the discounted value for financial instruments carried at amortised cost

A.2.2 Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets based on facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of the financial assets accounted at amortised cost has been done prospectively from the transition date.

A.2.3 Deemed cost

As per para D7AA of Ind AS 101 permits a first-time adopter to continue with the carrying value for all its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. Accordingly, the Company has elected to measure all of its property, plant and equipment at their previous GAAP carrying value.

C. Reconciliation between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cashflows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS

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BALANCE SHEET
as at 31st March 2024

₹ in lakhs

Particulars	Note	Previous GAAP	Adjustments*	Effects on transition to Ind AS	Ind AS
ASSETS					
NON-CURRENT ASSETS					
(a) Property, plant and equipment		3,541.51	-	-	3,541.51
(b) Capital work-in-progress		-	-	-	-
(c) Intangible Assets		4.49	-	-	4.49
(d) Right -of-use Assets	A	-	-	175.10	175.10
(e) Financial Assets					
(i) Other Financial Assets	B		-	22.07	22.07
(f) Other non-current assets		122.54	(34.31)	(0.97)	87.26
TOTAL NON - CURRENT ASSETS		3,668.54	(34.31)	196.20	3,830.43
CURRENT ASSETS					
(a) Inventories		998.02	(0.01)	-	998.01
(b) Financial Assets					
(i) Trade receivables		2,178.31	2.55	-	2,180.86
(ii) Cash and Cash equivalents		289.12	(34.85)	-	254.27
(iii) Other bank balances		-	34.85	-	34.85
(c) Other current assets		110.64	104.32	-	214.96
TOTAL CURRENT ASSETS		3,576.09	106.86	-	3,682.95
TOTAL ASSETS		7,244.63	72.55	196.20	7,513.38
EQUITY AND LIABILITIES					
EQUITY					
(a) Equity share capital		309.42	-	-	309.42
(b) Other equity		2,629.80	-	(2.79)	2,627.01
TOTAL EQUITY		2,939.22	-	(2.79)	2,936.43
LIABILITIES					
NON-CURRENT LIABILITIES					
(a) Financial Liabilities					
(i) Borrowings		281.07	-	-	281.07
(ii) Lease Liability	A	-	-	124.83	124.83
(b) Other Long Term Liabilities		-	-	-	-
(c) Provisions		1.15	-	31.76	32.91
(d) Deferred tax liabilities(net)		209.63	-	-	209.63
TOTAL NON-CURRENT LIABILITIES		491.85	-	156.59	648.44
CURRENT LIABILITIES					
(a) Financial Liabilities					
(i) Borrowings		1,942.68	-	-	1,942.68
(ii) Lease liability	A	-	-	42.40	42.40
(iii) Trade payables					
Dues to micro and small enterprises		-	-	-	-
Dues to other enterprises		1,134.49	297.41	-	1,431.90
(iv) Other financial liabilities		-	133.89	-	133.89
(b) Other current liabilities		703.47	(474.95)	-	228.52
(c) Provisions		32.92	11.90	-	44.82
(d) Income tax liabilities (net)		-	104.30	-	104.30
TOTAL CURRENT LIABILITIES		3,813.56	72.55	42.40	3,928.51
TOTAL EQUITY AND LIABILITIES		7,244.63	72.55	196.20	7,513.38

PITTI INDUSTRIES PRIVATE LIMITED
(Formerly Bagadia Chaitra Industries Private Limited)



BALANCE SHEET
as at 1st April 2023

₹ in lakhs

Particulars	Note	Previous GAAP	Adjustments*	Effects on transition to Ind AS	Ind AS
ASSETS					
NON-CURRENT ASSETS					
(a) Property, plant and equipment		3,044.45	-	-	3,044.45
(b) Capital work-in-progress		31.13	-	-	31.13
(c) Intangible Assets		8.04	-	-	8.04
(d) Right -of-use Assets	A	-	-	21.71	21.71
(e) Financial Assets					
(i) Other Financial Assets	B		17.82		17.82
(f) Other non-current assets		79.69	(22.65)		57.04
TOTAL NON - CURRENT ASSETS		3,163.31	(4.83)	21.71	3,180.19
CURRENT ASSETS					
(a) Inventories		1,864.26	-	-	1,864.26
(b) Financial Assets					
(i) Trade receivables		1,662.12	2.08	-	1,664.20
(ii) Cash and Cash equivalents		115.58	(114.01)	-	1.57
(iii) Other bank balances		-	114.01	-	114.01
(c) Other current assets		291.28	15.72	-	307.00
TOTAL CURRENT ASSETS		3,933.24	17.80	-	3,951.04
TOTAL ASSETS		7,096.55	12.97	21.71	7,131.23
EQUITY AND LIABILITIES					
EQUITY					
(a) Equity share capital		309.42	-	-	309.42
(b) Other equity		1,806.54	-	-	1,806.54
TOTAL EQUITY		2,115.96	-	-	2,115.96
LIABILITIES					
NON-CURRENT LIABILITIES					
(a) Financial Liabilities					
(i) Borrowings		1,045.57	-	-	1,045.57
(ii) Lease Liability	A	-	-	8.01	8.01
(b) Other Long Term Liabilities					-
(c) Provisions		-	-	-	-
(d) Deferred tax liabilities(net)		107.59			107.59
TOTAL NON-CURRENT LIABILITIES		1,153.16	-	8.01	1,161.17
CURRENT LIABILITIES					
(a) Financial Liabilities					
(i) Borrowings		1,720.52	-	-	1,720.52
(ii) Lease liability	A	-	-	12.48	12.48
(iii) Trade payables					
Dues to micro and small enterprises		54.61	-	-	54.61
Dues to other enterprises		1,374.07	303.53	-	1,677.60
(iv) Other financial liabilities			132.45	1.22	133.67
(b) Other current liabilities		608.21	(476.80)	-	131.41
(c) Provisions		70.01	42.42	-	112.44
(d) Income tax liabilities (net)		-	11.37	-	11.37
TOTAL CURRENT LIABILITIES		3,827.43	12.97	13.70	3,854.10
TOTAL EQUITY AND LIABILITIES		7,096.55	12.97	21.71	7,131.23

PITTI INDUSTRIES PRIVATE LIMITED

(Formerly Bagadia Chaitra Industries Private Limited)



*Regrouping and reclassifications has been made, wherever necessary inline with the Holding Company (Pitti Engineering Limited)

Explanations for reconciliation of Balance Sheet as per previously reported under IGAAP to Ind AS:

- A. Under Previous GAAP, Lease rental payments are recognised as Rental expenses in the Profit and Loss Statement. According to Ind AS 116, the lease payments (including future payments) are recognised at the present value of the lease payments during the lease term as Lease liability and Right of use of asset in the Balance Sheet. Subsequently the interest on lease liability and the lease payments made during the period are adjusted against the lease liability. Further ROU asset shall be depreciated on a straightline basis during the lease term.

Interest expenses on lease liability and depreciation on Right of use of asset shall be recognised in the Profit and Loss Statement during the lease term.

- B. Under Previous GAAP, Security deposits for rent are recognised as Non-current asset in the Balance sheet. According to Ind AS 109 & 116, Security deposits for rent shall be recognised at the present value and the differential amount paid shall be recognised as part of right of use asset. Subsequently the interest income on security deposit is recognised over the period of lease for the purpose of unwinding and the right of use asset shall be depreciated over the period of lease on straight line basis.

STATEMENT OF PROFIT & LOSS

for the period ended 31st March 2024

Particulars	Notes	Previous GAAP	Adjustments*	Effects on transition to Ind AS	Ind AS
INCOME					
Revenue from operations	A	25,038.91	-	(198.67)	24,840.24
Total Revenue from Operations		25,038.91	-	(198.67)	24,840.24
Other income	B	85.69	-	0.63	86.32
TOTAL INCOME		25,124.60	-	(198.04)	24,926.56
EXPENSES					
Cost of Materials consumed		20,061.08	119.98	-	20,181.06
Other materials consumed		37.36	(37.36)	-	-
Changes in inventories of work-in-process, finished goods and scrap		42.91	(16.46)	-	26.45
Employee benefits expenses	C	1,578.41	-	-	1,578.41
Finance costs	D & E	454.44	-	(189.83)	264.61
Depreciation and amortisation expenses	E	209.90	-	23.28	233.18
Other expenses	E	1,582.41	(90.74)	-	1,491.67
TOTAL EXPENSES		23,966.51	(24.58)	(166.55)	23,775.38
Profit before tax		1,158.09	24.58	(31.49)	1,151.18
TAX EXPENSES					
(a) Current tax		251.44	-	-	251.44
(b) Tax relating to earlier years		-	-	-	-
(c) Deferred tax		102.04	-	(1.04)	101.00
TOTAL TAX EXPENSES		353.48	-	(1.04)	352.44
Profit for the period		804.61	24.58	(30.45)	798.74
Other Comprehensive Income					
(i) Items that will not be reclassified subsequently to profit or loss					
Remeasurement of the net defined benefit (liability)/assets	C	-	-	4.12	4.12
Deferred tax on above items		-	-	(1.04)	(1.04)
(ii) Items that will be reclassified subsequently to profit or loss					
Total other comprehensive income		-	-	3.08	3.08
Total Comprehensive Income		804.61	24.58	(27.37)	801.82

PITTI INDUSTRIES PRIVATE LIMITED
(Formerly Bagadia Chaitra Industries Private Limited)



* Regrouping and reclassifications has been made, wherever necessary inline with the Holding Company (Pitti Engineering Limited)

A	Under Previous GAAP, cash discounts are recognised as an Interest expense in the Profit and Loss Statement while according to Ind AS 115, Cash discounts are deducted from revenue and trade receivables.
B	According to Ind AS 109, Interest income for the period on Security deposit for rent has been recognised for the purpose of unwinding.
C	Under Previous GAAP, actuarial gains or losses were recognised in the Profit and Loss Statement. Under Ind AS, the actuarial gains or losses form part of re-measurement of net defined benefit liability/ asset which is recognised in Other comprehensive income in the respective years.
D	Cash discounts which are classified under finance cost as per Previous GAAP has been reclassified to Revenue according to Ind AS 115.
E	Under Previous GAAP, Lease rental payments are recognised as Rental expenses in the Profit and Loss Statement. Under Ind AS 116, the lease payments (including future payments) are recognised at the present value as Lease liability and Right of use of asset in the Balance Sheet. Subsequently the interest on lease liability and the lease payments made during the period are adjusted against the lease liability. Further, interest expense on lease liability and depreciation on Right of use of asset shall be recognised in the Profit and Loss Statement during the lease term

Total Equity as at 01st April 2023 has been adjusted consequent to below Ind AS transition adjustments

Particulars	₹ in lakhs	
	31 st March 2024	01 st April 2023
Total Equity as per previous GAAP	2,939.22	2,115.96
Adjustment of opening balance of equity - Ind AS		
Adjustment for fair valuation of gratuity	-	-
Adjustment as per Ind AS116 for lease obligations	(2.79)	-
Adjustment due to measurement of financial assets and financial liabilities at amortised cost	-	-
Other adjustments	-	-
Tax effect of adjustments	-	-
Adjustment due to remeasurement of defined benefit plan (net of tax)	-	-
Total Equity as per Ind AS	2,936.43	2,115.96

25.21. The Previous year figures have been regrouped/rearranged to the extent necessary to In line with the current period's classification. All the numbers have been rounded off to the nearest lakh.

PITTI INDUSTRIES PRIVATE LIMITED
(Formerly Bagadia Chaitra Industries Private Limited)



25.22. Key Ratios

S.no	Particulars	Numerator	Denominator	31.03.2025	31.03.2024	Variance (%)	Reason for variance more than 25%
1.	Current Ratio (in times)	Current assets	Current liabilities	1.06	0.94	12.77	-
2.	Debt- Equity Ratio (in times)	Debt *	Average equity	0.59	0.76	(22.37)	-
3.	Debt Service Coverage Ratio (in times)	Earnings available for debt service	Interest	9.10	1.59	472.33	Note (a)
4.	Return on Equity (in%)	Profit after tax	Average equity	28.99%	31.62%	(2.63)	-
5.	Inventory Turnover Ratio (in times)	Revenue from operation	Average Inventory	21.20	17.36	22.12	-
6.	Trade Receivables Turnover Ratio (in times)	Revenue from operation	Average Receivables	12.77	12.92	(1.16)	-
7.	Trade Payables Turnover ratio (in times)	Net Purchases	Average payables	16.88	12.81	31.77	Note (b)
8.	Net Capital turnover ratio (in times)	Revenue from operation	Working Capital	132.92	(101.16)	(231.41)	Note (c)
9.	Net Profit Ratio (in %)	Profit after tax	Revenue from operations	4.09%	3.22%	0.88	
10.	Return on capital employed (in%)	Earnings before interest and taxes	Average capital employed	22.91%	25.65%	(2.75)	
11.	Return on Investment (in%)	Earnings from invested funds	Average invested funds	NA	NA	NA	

* Debt excludes lease liabilities.

Note:

- (a) During the current period, all term loans and working capital borrowings were repaid to the bank, resulting in an improvement in the debt service coverage ratio.
- (b) The increase in the trade payables turnover ratio is primarily due to improved cash flow and higher cash reserves, enabling the Company to settle its payables more promptly.
- (c) Due to better capital management, the net working capital ratio increased.

Definitions:

- (a) Current Assets = Total Current Assets as per Balance Sheet
- (b) Current Liabilities = Total Current Liabilities as per Balance Sheet
- (c) Debt = Long term and short-term borrowings as per Note 10A and Note 13A respectively of the Balance Sheet
- (d) Average Equity = (Opening Equity + Closing Equity)/2
- (e) Earnings available for debt service (EBDIT) = Profit Before Tax + Depreciation + Interest on Term Loans + Interest on working capital borrowings
- (f) Earnings before interest and taxes (EBIT) = Profit before tax - Interest on investment income/ICD's + Interest Cost (all interest cost except Ind AS)
- (g) Interest = Total Interest cost on Borrowings (Term Loans and Working Capital Borrowings)
- (h) Revenue from Operations : Revenue from sales & Service + Other operating revenue
- (i) Average Inventory = (Opening Inventory + Closing Inventory)/2
- (j) Average Receivables = (Opening Receivables + Closing Receivables)/2
- (k) Average Payables = (Opening Payables + Closing Payables)/2
- (l) Working Capital = Current Assets - Current Liabilities
- (m) Capital Employed = Total Assets - Current Liabilities
- (n) Earnings from Investor Funds = Earnings from Investment
- (o) Average Investment Funds = (Opening Investments + Closing Investments)/2

25.23. Other Statutory Information

- (i) The Company does not have any Benami property where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.
- (iii) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (iv) The Company does not have any transactions with companies struck off.
- (v) The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.
- (vi) The Company has complied with the requirements of the number of layers prescribed under clause (87) of section 2 of the Companies (Restriction on number of Layers) Rules, 2017.

- (vii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - (b) Provide any guarantee security or the like to or on behalf of the Ultimate Beneficiaries.
- (viii) The Company has not received any fund from any person(s) or entity(ies) including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) Provide any guarantee security or the like on behalf of the Ultimate Beneficiaries.
- (ix) The Company has not entered into any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (x) **Corporate Social Responsibility (CSR):**
- As per Section 135 of the Companies Act, 2013, The Company is liable to incur CSR expense as per the requirement of Section 135 of Companies Act, 2013.
- (a) Gross amount to be spent as per section 135 of the Companies Act, 2013: ₹ 17.66 lakhs (Previous year - ₹ 11.10 lakhs)
 - (b) Amount contributed during the year: ₹ 17.70 lakhs (Previous year - ₹ 11.10 lakhs)
 - (c) Amount spent during the year on:
 - (i) *Construction / acquisition of any assets: Nil (Previous year - Nil)
 - (ii) Other than Construction / acquisition of any assets: ₹ 17.70 lakhs (Previous year - ₹ 11.10 lakhs)

₹ in lakhs

Sl.No.	Particulars	Year ended 31 st March 2025	Year ended 31 st March 2024
a.	Amount required to be spent by the Company during the year as per section 135 of the Companies Act, 2013	17.66	11.10
b.	Net amount should be incurred for the during the financial year	17.66	11.10
d.	Amount of expenditure incurred	17.69	11.10
e.	(Excess)/Shortfall at the end of the year	(0.03)	-
f.	Total of previous years shortfall	-	-
g.	Reason for shortfall	-	-
h.	Nature of CSR Activities	1) Promotion of Education 2) Eradicating hunger and malnutrition	1) Eradicating hunger and malnutrition
i.	Details of related party transactions, e.g., contribution to a Trust controlled by the Company	Nil	Nil
j.	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately	Nil	Nil

PITTI INDUSTRIES PRIVATE LIMITED
(Formerly Bagadia Chaitra Industries Private Limited)



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

As per our report of even date
For SVD & Associates
Chartered Accountants
Firm's Registration Number: 015405S

For and on behalf of the Board of Directors of
Pitti Industries Private Limited
CIN: U31200KA2006PTC038273

Avinash Doba
Partner
M. No: 232340

Akshay S Pitti
Chairman
DIN: 00078760

Chaitra Sundaresh
Managing Director
DIN: 00834907

Place: Hyderabad
Date: 21st April 2025

Place: Hyderabad
Date: 21st April 2025