Anugraha Valve Castings Limited

34th Annual Report
2025 - 26

BOARD OF DIRECTORS

Shri R Baskaran, [DIN : 00002341]
Chairman and Managing Director

Shri Anandkumar B, [DIN : 00002339]
Joint Managing Director

Shri R Vidhya Shankar, [DIN : 00002498], Independent Director

Shri L Kamesh, [DIN : 09072891], Independent Director

Smt. A Kavitha, (DIN : 00002344), Non-Executive Director

AUDIT COMMITTEE
Shri Anandkumar B
Shri R Vidhya Shankar
Shri L Kamesh

NOMINATION AND REMUNERATION COMMITTEE
Shri R Vidhya Shankar
Shri L Kamesh
Smt. A Kavitha

STATUTORY AUDITORS
M/s. K.K.B. & Associates,
Chartered Accountants
Plot No.6, New No.13,
Visalakshipuram Main Road, Reserve Line Post,
Madurai - 625 014.

COST CONSULTANT
M/s. Ramakrishnan & Co,
Cost Accountants,
TB 302 Beetel Apartment, Nanjundapuram,
Coimbatore - 641 036.

TAX AUDITOR & CONSULTANT
CA R Maheswaran, Chartered Accountant
IIA/GF. Dee Cee Victoria Apartments,
78-1, East Lokamanya Street,
R.S.Puram, Coimbatore - 641 002.

INTERNAL AUDITORS
M/s. M Eswaramoorthi & Co.,
Chartered Accountants
Sultanpet, Sulur (TK),
Coimbatore - 641 669.

SECRETARIAL AUDITORS
M/s. KSR & Co Company Secretaries LLP.,
“Indus Chambers” Ground Floor,
101, Govt. Arts College Road,
Coimbatore - 641 018.

LEGAL ADVISORS
M/s. Ramani & Shankar,
Advocates
“Brindavan” 152, Kalidas Road,
Ramnagar, Coimbatore - 641 009.

BANKERS
State Bank of India,
Commercial Branch (07536),
Krishna Towers, No.1087/A-F,
Avinashi Road, Coimbatore - 641 037.

REGISTRAR & SHARE TRANSFER AGENT ["RTA"]
MUFG Intime India Private Limited
(Formerly Link Intime India Private Limited)
“Surya”, 35, Mayflower Avenue,
Behind Senthil Nagar, Sowripalayam Road,
Coimbatore - 641 028.

DEPOSITORY PARTICIPANTS ["DP"]

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED ["CDSL"]
Marathon Futurex, 25th Floor,
N.M.Joshi Marg, Lower Parel (East),
Mumbai, Maharashtra - 400 013.

NATIONAL SECURITIES DEPOSITORY LIMITED ["NSDL"]
4th Floor, Trade World, A Wing,
Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel, Mumbai, Maharashtra - 400 013.

COMPANY INFORMATION

REGD. OFFICE & WORKS	S.F.NO.391/2, S.G. PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407 PHONE: 0422 - 2360124, 2360910. WEBSITE: www.anugrahavalvecastings.com EMAIL: secretarial@anugrahavalve.com
UNIT II	S.F NO. 391/1, 394/1D, 394/2, S. G. PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT III (ICD)	S.F.NO. 400/5, S. G. PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT V	S.F.NO. 307, S. G. PUDUR, ARASUR VILLAGE, COIMBATORE - 641 407
UNIT VII	S.F.NO.35/1A2, 35/1B2, 37/2, SELAMBARAYANPALAYAM, SUNDAMEDU ROAD, PADUVAMPALLI VILLAGE, SULUR TK, COIMBATORE - 641 659.
WIND MILL I	S.F.NO. 668, DHANUKKARKULAM VILLAGE, RADHAPURAM TALUK, TIRUNELVELI DISTRICT - 627 116
WIND MILL II	S.F.NO. 373, VADAKKUKAVALAKURICHI VILLAGE, VEERAKERALAMPUDUR TALUK, TIRUNELVELI DISTRICT - 627 860
WIND MILL III	S.F.NO. 2/1, KADUVETTI VILLAGE, ALANGULAM TALUK, TIRUNELVELI DISTRICT - 627 854
WIND MILL IV	S.F.NO. 15/1 & 18/1C, KADUVETTI VILLAGE, ALANGULAM TALUK, TIRUNELVELI DISTRICT - 627 854
WIND MILL V	S.F.NO. 25/5, MYVADI VILLAGE, MADATHUKULAM TALUK, TIRUPPUR DISTRICT - 642 203
WIND MILL VI	S.F.NO. 718/2, SAMUGA RENGAPURAM, RADHAPURAM, TIRUNELVELI DISTRICT - 627 111
ADMINISTRATIVE OFFICE	D.NO. 434, CROSS CUT ROAD, LAWRENCE COMPLEX, COIMBATORE - 641 012

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NOTICE

Notice is hereby given that the **Thirty Fourth Annual General Meeting** of the members of the Company will be held on Saturday, the **19th September 2026** at 11:30 am at **Hotel Alankar Grande,** Summit Hall, 3rd Floor, No. 10, Sivasamy Road, Ram Nagar, Coimbatore - 641 009, Tamil Nadu to transact the following businesses.

ORDINARY BUSINESS

1. TO RECEIVE, CONSIDER AND ADOPT THE STANDALONE AUDITED FINANCIAL STATEMENTS INCLUDING BALANCE SHEET, PROFIT AND LOSS ACCOUNT AND NOTES AND SCHEDULES THEREON INCLUDING CASH FLOW STATEMENT OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2026 TOGETHER WITH THE DIRECTORS' REPORT AND AUDITOR'S REPORT THEREON.

2. TO DECLARE A FINAL DIVIDEND OF ₹ 2/- (RUPEES TWO) PER EQUITY SHARE OF FACE VALUE OF ₹ 10/- EACH FOR THE YEAR ENDED 31ST MARCH 2026.

3. TO APPOINT A DIRECTOR IN PLACE OF SHRI ANANDKUMAR B, (DIN:00002339), JOINT MANAGING DIRECTOR, WHO RETIRES BY ROTATION AND BEING ELIGIBLE OFFERS HIMSELF FOR RE-APPOINTMENT.

SPECIAL BUSINESS:

4. REVISION IN REMUNERATION OF SHRI R BASKARAN [DIN: 00002341], CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY

TO CONSIDER AND IF THOUGHT FIT TO PASS WITH OR WITHOUT MODIFICATION THE FOLLOWING RESOLUTION AS SPECIAL RESOLUTION

"**RESOLVED THAT**, pursuant to the provisions of Sections 196, 197 and 198 of the Companies Act, 2013 and other applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Part II of Schedule V to the Companies Act, 2013, and on recommendation of the Nomination and Remuneration Committee and the Board of Directors of the Company, the consent of the members, be and is hereby accorded for revision in the remuneration payable to Shri R Baskaran [DIN: 00002341], Chairman and Managing Director of the Company, with effect from 1st April, 2026 untill 31st March 2027 on the terms and conditions of remuneration as mentioned below:

Tenure of Appointment: From 1st October 2022 to 30th September 2027

Remuneration Terms and Conditions:

A. Salary:

(i) Salary of ₹ 25,00,000/- per month
(ii)Bonus of ₹ 1,00,00,000/- per annum being four month's salary

B. Perquisites:

(i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
(ii) Personal accidents and Mediclaim insurance policy for self and his wife, premium not to exceed ₹ 1,00,000/- per annum.
(iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
(iv) Gratuity as per the company's policy.
(v) Other benefits like, Provident Fund, Pension, Leave etc. as per the Rules of the Fund, Act and Company.

Provided the aggregate cost to the Company per annum on the perquisites mentioned under Clause (b) above shall not exceed 20% of annual salary [annual salary means salary plus bonus for this purpose].

C. Leave

As per Company's Rules

D. Termination of Appointment

Three months' notice on either side.

E. Minimum Remuneration

In the event of loss or inadequacy of profits in any financial year during his tenure, Shri R Baskaran [DIN: 00002341], Chairman and Managing Director of the Company shall be entitled to receive the total remuneration including perquisites, etc., as aforesaid as approved by the members, as minimum remuneration in terms of Section 197(3) of the Companies Act, 2013 read with provisions of Section II Part II of Schedule V to the Companies Act, 2013.

RESOLVED FURTHER THAT the Board be and is here by authorized to do all such acts, deeds, matters and things as in its absolute discretion, it may consider necessary, expedient or desirable including filing of forms with the Registrar of Companies, Tamil Nadu in order to give effect to the foregoing Resolution, or as may be otherwise considered fit by it in the best interest of the Company."

5. REVISION IN REMUNERATION OF SHRI ANANDKUMAR B [DIN: 00002339], JOINT MANAGING DIRECTOR OF THE COMPANY

TO CONSIDER AND IF THOUGHT FIT TO PASS WITH OR WITHOUT MODIFICATION THE FOLLOWING RESOLUTION AS SPECIAL RESOLUTION

"**RESOLVED THAT**, pursuant to the provisions of Sections 196, 197 and 198 of the Companies Act, 2013 and other applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Part II of Schedule V to the Companies Act, 2013, and on recommendation of the Nomination and Remuneration Committee and the Board of Directors of the Company, the consent of the members, be and is hereby accorded for revision in the remuneration payable to Shri Anandkumar B [DIN: 00002339], Chairman and Managing Director of the Company, with effect from 1st April, 2026 until his remaining tenure of office 30th September 2027 on the terms and conditions of remuneration as mentioned below:

Remuneration Terms and Conditions:

A. Salary:

(i) Salary of ₹ 25,00,000/- per month
(ii) Bonus of ₹ 75,00,000/- per annum being three month's salary.

B. Perquisites:

(i) Reimbursement of medical expenses incurred in India or abroad including hospitalization, nursing home and surgical charges for himself and his wife.
(ii) Personal accidents and Mediclaim insurance policy for self and his wife, premium not to exceed ₹1,00,000/- per annum.
(iii) Leave Travel Assistance for self and family once in a year in accordance with the Company's Rules.
(iv) Gratuity as per the company's policy.
(v) Other benefits like, Provident Fund, Pension Fund, Leave etc. as per the Rules of the Fund, Act and Company.

Provided the aggregate cost to the Company per annum on the perquisite mentioned under Clause (b) shall not exceed 10% of his Annual Salary. [annual salary means salary plus bonus for this purpose].

C. Leave

As per Company's Rules

D. Termination of Appointment

Three months' notice on either side.

E. Minimum Remuneration

In the event of loss or inadequacy of profits in any financial year during his tenure, Shri Anandkumar B [DIN: 00002339], Joint Managing Director of the Company shall be entitled to receive the total remuneration including perquisites, etc., as aforesaid as approved by the members, as minimum remuneration in terms of Section 197(3) of the Companies Act, 2013 read with provisions of Section II Part II of Schedule V to the Companies Act, 2013.

"**RESOLVED FURTHER THAT** the Board be and is here by authorized to do all such acts, deeds, matters and things as in its absolute discretion, it may consider necessary, expedient or desirable including filing of forms with the Registrar of Companies, Tamil Nadu in order to give effect to the foregoing Resolution, or as may be otherwise considered fit by it in the best interest of the Company."

For and on behalf of the Board

Place: Coimbatore
Date: 22nd August 2026

R BASKARAN
Chairman and Managing Director
DIN: 00002341

STATEMENT OF MATERIAL FACTS PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013:

Item No. 4:

Shri R Baskaran was re-appointed as Chairman and Managing Director of the Company for a period of 5 years with effect from 01/10/2022.

Based on the recommendation of the Nomination and Remuneration Committee and after considering the significant contributions of Shri R Baskaran towards the Company's growth through his leadership, strategic direction, financial planning, strengthening of relationships with the Board and other stakeholders, and improvement in the Company's turnover and profitability, the Board of Directors, at its meeting held on 21st March 2026, approved the revision in his remuneration with effect from 1st April 2026, subject to the approval of the members.

The Board of Directors recommends the Special Resolution set out at Item No. 4 for approval of the members.

None of the other Directors /Key Managerial Personnel and their relatives except Shri R Baskaran himself and Shri Anandkumar B, Joint Managing Director (being son of Shri R Baskaran) and Smt. A Kavitha (daughter-in-law), is in any way interested or concerned financially or otherwise, in the resolution set out in the notice.

The detailed information required as per Secretarial Standard – 2 issued by The Institute of Company Secretaries is provided hereunder:

Particulars	Details
Name of the Director	Shri R Baskaran
Age	83 Years
Qualifications	PUC
Experience	34 Years
Date of First Appointment on the Board	27/08/1992
Terms and Conditions of Appointment / Re-appointment	Re-appointed as Chairman and Managing Director for a period of five (5) years with effect from 1st October 2022. The proposed revision in remuneration shall be effective from 1st April 2026, subject to the approval of the members. Other terms and conditions remain unchanged.
Remuneration Sought to be Paid	As set out in the Resolution under Item No. 4.
Remuneration Last Drawn	₹ 3.75 Crores/per annum
Shareholding in the Company	847121 Equity Shares (24.02%)
Relationship with other Directors, Manager and Key Managerial Personnel	Shri Anandkumar B, Joint Managing Director, is the son of Shri R Baskaran, Smt. A Kavitha, Non-Executive Director, is the daughter in law of Shri R Baskaran. Other than the above, he is not related to any other Director, Manager or Key Managerial Personnel of the Company.
Number of Board Meetings Attended during FY 2025-26	4 out of 4 Board Meetings
Directorships in Other Companies	Nil
Membership / Chairmanship of Committees of Other Boards	Nil

The detailed information required as per Section II (A) of Part II of Schedule V of the Companies Act, 2013 is provided hereunder:

I. GENERAL INFORMATION:

i	Nature of Industry	Steel and Alloy Steel Foundry
ii	Commencement of Commercial Production	1993
iii	Financial Performance	During the financial year 2025-26, the Company recorded a Profit Before Tax of ₹ 33.55 Crores and a Profit After Tax of ₹ 26.04 Crores.
iv	Export Performance	Export turnover for the financial year 2025-26 was ₹ 283.86 Crores.
v	Foreign Investment/Collaborators	Nil

II. INFORMATION ABOUT SHRI R BASKARAN

(i). Background Details

Shri R Baskaran had been trading in automobile spare parts for over 39 years. He commenced manufacturing activity by promoting this company about 33 years back. He has over 39 years of experience in the automobile components and foundry industry. He promoted the Company in 1993 and has played a pivotal role in its growth and expansion.

(ii). Past Remuneration

₹ 3.75 Crores per annum.

(iii). Awards / Recognitions

(a). Awards:

EEPC Export Excellence Award – 2007

EEPC Star Performer Award – 2009

Asia Pacific International Award – 2013

Entrepreneur of the Year – Manufacturing Today Conference & Awards 2012

CMA–ROOTS Best Entrepreneur Award

G.K. Sundaram Award – Indian Chamber of Commerce & Industry

IIF Mahindra Pumps Best Exporter Award – 2017-18

EEPC National Top Exporter Award – 2017-18

EEPC Regional Top Exporter Award – 2017-18

EEPC Sanitary and Industrial Casting Large Enterprises - 2019-20 & 2020-21

EEPC Top Exporter Award - 2024-25 Large Enterprises Gold Trophy

IIF Mahindra Pumps Best Exporter Award – 2025-26 Large and Medium Scale

(b). Recognitions

Under his valuable guidance and supervision, the company has obtained and maintained the following certifications:

ISO 14001:2004

OHSAS 18001:2007

ISO 9001:2008

ISO 3834-2 (EN 729 – 2)

(iv). Job Profile and his Suitability

Shri R Baskaran is responsible for the overall management of the affairs of the Company, including strategic planning, business development, operational oversight, financial management and customer relations. Considering his extensive experience and contribution to the Company, the Board is of the view that he is best suited to continue leading the Company.

(v). Remuneration Proposed

As stated in the resolution proposed

(vi). Comparative Remuneration Profile with Respect to Industry, Size of the Company, Profile of the Position and Person:

The proposed remuneration is commensurate with the size of the Company, the responsibilities entrusted to him, his experience and the remuneration paid to managerial personnel in comparable companies operating in the same industry.

(vii). Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any:

Except for the remuneration payable to him in his capacity as Chairman and Managing Director and his shareholding, if any, Shri R Baskaran has no other pecuniary relationship with the Company.

III. OTHER INFORMATION

i	Reasons for inadequate profits	Although the Company has earned profits during the financial year, the profits computed in accordance with Section 198 of the Companies Act, 2013 are inadequate for payment of the proposed managerial remuneration within the limits specified under Section 197 of the Act. Accordingly, the approval of the members is being sought under Section II of Part II of Schedule V to the Companies Act, 2013.
ii	Steps taken or proposed to be taken for improvement	• improving operational efficiencies; • expanding export markets; • increasing production capacity; • cost optimisation initiatives; • value-added products; • strengthening customer base.
iii	Expectation in production and profits in measurable terms	The Company expects improvement in production and profitability during the current financial year through increased operational efficiencies, higher capacity utilisation and growth in exports, subject to prevailing market conditions.

Item No. 5

Shri Anandkumar B was re-appointed as Joint Managing Director of the Company for a period of 5 years with effect from 01/10/2022.

Based on the recommendation of the Nomination and Remuneration Committee and after considering the significant contributions of Shri Anandkumar B towards the Company's growth through his leadership, strategic direction, financial planning, strengthening relationships with the Board and other stakeholders, and improvement in the Company's turnover and profitability, the Board of Directors, at its meeting held on 21st March 2026, approved the revision in his remuneration with effect from 1st April 2026, subject to the approval of the members.

The Board of Directors recommends the Special Resolution set out at Item No. 5 for approval of the members.

Except Shri Anandkumar B, Shri R Baskaran (Managing Director and father of Shri Anandkumar B) and Smt. A Kavitha (wife of Shri Anandkumar B), none of the Directors, Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution.

The detailed information required as per Secretarial Standard – 2 issued by The Institute of Company Secretaries is provided hereunder:

Particulars	Details
Name of the Director	Shri Anandkumar B
Designation	Joint Managing Director
Age	55 Years
Qualifications	MBA
Experience	31 Years
Date of First Appointment on the Board	30/10/1995
Terms and Conditions of Appointment / Re-appointment	Re-appointed as Joint Managing Director for a period of five (5) years with effect from 1 October 2022. The proposed revision in remuneration shall be effective from 1 April 2026, subject to the approval of the members. All other terms and conditions of his appointment shall remain unchanged.
Remuneration Sought to be Paid	As set out in the Resolution under Item No. 5.
Remuneration Last Drawn	₹ 3.30 Crores per annum
Shareholding in the Company	663862 Equity Shares (18.82%)
Relationship with other Directors, Manager and Key Managerial Personnel	Son of Shri R Baskaran, Chairman and Managing Director; husband of Smt. A Kavitha, Director. Other than the above, he is not related to any other Director, Manager or Key Managerial Personnel of the Company.
Number of Board Meetings Attended During FY 2025-26	4 out of 4 Board Meetings
Directorships in Other Companies	NIL
Membership / Chairmanship of Committees of Other Boards	NIL

The information required to be disclosed pursuant to Section II(A) of Part II of Schedule V to the Companies Act, 2013 is provided below:

I. GENERAL INFORMATION

i	Nature of Industry	Steel and Alloy Steel Foundry
ii	Commencement of Commercial Production	1993
iii	Financial Performance	During the financial year 2025-26, the Company recorded a Profit Before Tax of ₹ 33.55 Crores and a Profit After Tax of ₹ 26.04 Crores.
iv	Export Performance	Export turnover for the financial year 2025-26 was ₹ 283.86 Crores.
v	Foreign Investment/Collaborators	Nil

II. INFORMATION ABOUT SHRI ANANDKUMAR B

(I). Background

Shri Anandkumar B holds a postgraduate degree in Business Administration from London. He oversees the administration, sales and marketing functions of the Company and is responsible for the day-to-day operations of the business in coordination with the Chairman and Managing Director. He has also been instrumental in developing the Company's Interactive Customer Relationship (ICR) System.

(ii). Past Remuneration

₹ 3.30 Crores

(iii). Recognition / Award

Under his leadership and guidance, the Company has received several awards and recognitions for excellence in manufacturing, exports and customer service.

(iv). Job Profile and his Suitability

Shri Anandkumar B is responsible for overseeing the administration, sales, marketing and day-to-day operations of the Company. Considering his qualifications, experience and contributions to the growth of the Company, the Board is of the opinion that he is well suited to continue in the position of Joint Managing Director.

(v). Remuneration Proposed

As stated in the resolution

(vi). Comparative Remuneration Profile with Respect to Industry, Size of the Company, Profile of the Position and Person:
The proposed remuneration is commensurate with the size of the Company, the responsibilities entrusted to him, his qualifications and experience, and the remuneration paid to managerial personnel holding similar positions in comparable companies.

(vii). Pecuniary relationship: Except for the remuneration payable to him in his capacity as Joint Managing Director and his shareholding in the Company, if any, Shri Anandkumar B has no other pecuniary relationship with the Company.

III. OTHER INFORMATION

i	Reasons for inadequate profits	Although the Company has earned profits during the financial year, the profits computed in accordance with Section 198 of the Companies Act, 2013 are inadequate for payment of the proposed managerial remuneration within the limits prescribed under Section 197 of the Act. Accordingly, approval of the members is being sought under Section II of Part II of Schedule V to the Companies Act, 2013.
ii	Steps taken or proposed to be taken for improvement	The Company has undertaken various measures to improve profitability, including increasing machining capacity to meet existing customer requirements, enhancing value addition to its products, improving operational efficiencies, delivering higher-quality products, obtaining better price realisation and expanding its customer base to secure repeat orders.
iii	Expectation in production and profits in measurable terms	The Company expects production and profitability during the current financial year to improve over the previous year through higher capacity utilisation, operational efficiencies and increased customer demand, subject to prevailing market conditions and unforeseen circumstances.

NOTES

INSTRUCTIONS FOR PARTICIPATING IN 34TH ANNUAL GENERAL MEETING

1. A member entitled to attend and vote at the annual general meeting (AGM) of the company is entitled to appoint a proxy to attend and vote on a poll instead of the member and the proxy need not be a member. The instrument appointing a proxy, duly completed and signed, must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.

   A person can act as proxy on behalf of Members not exceeding 50 (fifty) and holding in the aggregate not more than 10 (ten) percent of the total share capital of the Company carrying voting rights. A member holding more than10 (ten) percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and such person shall not act as Proxy for any other person or shareholder. A Proxy shall not have the right to speak at the Meeting and shall be entitled to vote only upon a poll.

2. Corporate Members intending to send their authorised representatives to attend the AGM are requested to send a certified true copy of the Board Resolution or other authority, pursuant to Section 113 of the Companies Act, 2013, authorising such representative to attend and vote on their behalf.

3. In case of joint holders, only such joint holder whose name appears first in the Register of Members shall be entitled to vote.

4. Members/Proxies/Authorised Representatives attending the Meeting are requested to bring the duly completed and signed Attendance Slip along with their copy of the Annual Report. The Attendance Slip, Proxy Form and Route Map to the venue of the AGM are enclosed as **ANNEXURES - I, II and III** respectively.

5. Members desirous of seeking any information with regard to the accounts or any matter to be placed at the AGM are requested to send their queries to secretarial@anugrahavalve.com on or before 13th September 2026, so as to enable the Company to provide the required information at the Meeting.

6. Members who wish to speak at the AGM are requested to send their request by e-mail to secretarial@anugrahavalve.com on or before 13th September 2026.

7. The Notice of the AGM along with the Annual Report for F.Y. 2025-26 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories. Members holding shares in physical form whose e-mail addresses are not registered with the Company shall receive the Annual Report through permitted modes. The Notice and the Annual Report are also available on the Company's website at http://anugrahavalvecastings.com/annual-report/.

   Notice of the meeting along with the Annual Report will be sent by e-mail to the shareholders of the Company whose names appear in the Register of Members/Beneficial Owners as on 21st August 2026. Any person who becomes a shareholder before the cut-off date i.e, 12th of September 2026 after 21st August 2026, can request for Annual Report from the Company by contacting at secretarial@anugrahavalve.com or download from the Company's website at the weblink: http://anugrahavalvecastings.com/annual report/. Those shareholders who have not submitted their email IDs shall receive the Annual reports through post. Members may also note that the Notice of the 34th Annual General Meeting and the Annual Report for the F.Y. 2025-26 will be available on the Company's website at the weblink: http://anugrahavalvecastings.com/annual report/.

8. The dividend, if declared at the AGM, shall be paid to those Members whose names appear in the Register of Members of the Company or in the records of the Depositories as on the Book Closure date, i.e., 13th September 2026.

9. The Register of Contracts or Arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013, the Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Act and the Register of Proxies shall be available for inspection at the venue of the AGM during the Meeting.

10. Only those members of the Company who are holding shares either in physical form or in dematerialized form, as on the cut-off date [Sunday, 13th September 2026] will be eligible to attend and exercise vote at the meeting. A person who is not a member, as on the cut-off date should treat this Notice as being for information purpose only.

11. Members may contact Mr. P Senthilkumar, Senior Manager – Accounts (Mobile: 9585540962) for any clarification relating to registration or updation of their e-mail address.

12. Members are requested to update their e-mail address, PAN, bank account details and other particulars by submitting the prescribed form, duly signed, to the Company at its Registered Office or by e-mail at secretarial@anugrahavalve.com.

13. TRANSFERS OF UNPAID AMOUNTS & SHARES TO INVESTOR EDUCATION AND PROTECTION FUND.

Pursuant to Section 125 of the Companies Act, 2013, unclaimed dividends up to the Financial Year ended 31st March 2017 have been transferred to the Investor Education and Protection Fund (IEPF). No dividend was declared by the Company for the Financial Year 2017-18, and accordingly, no unclaimed dividend was due for transfer to the IEPF during the Financial Year 2025-26. In terms of the Companies Act, 2013, any dividend remaining unclaimed for a period of seven years from the due date of transfer to the Unpaid Dividend account and shares in relation thereto are required to be transferred to the IEPF.

Members will not be able to claim any unpaid or unclaimed dividend transferred to IEPF from the Company thereafter. The Members, whose unclaimed dividends/shares have been transferred to IEPF, may claim the same by making an application to the IEPF Authority in Form No. IEPF-5 available on www.iepf.gov.in. The Company has uploaded the details of unpaid and unclaimed amounts lying on the website of the Company at the web-link: http://anugrahavalvecastings.com/unclaimed-dividends/. These details are also available on the website of the Ministry of Corporate Affairs at the web-link: www.iepf.gov.in.

14. INFORMATION TO SHAREHOLDERS

Company has extended the facility of electronic credit of dividend, whenever declared, directly to the respective bank accounts of the Member(s) through the Electronic Clearing Service (ECS)/Real Time Gross Settlement (RTGS)/Direct Credit, etc. In the absence of electronic credit facility, the Company will issue cheques/DD for distribution of declared dividend, if any. Members who wish to change such bank account details are therefore requested to inform the Company/RTA/DP about such change, with complete details of bank account.

15. DEMATERIALISATION OF SHARES:

i. The ISIN No. of the Company is **INE629Z01015.**

ii. Members holding shares in physical form are requested to get their shares dematerialized at the earliest to avoid any inconvenience in future while transferring the shares, if any and consolidate their holdings into one folio in case they hold shares under multiple folios in the identical order of names with the Company/RTA/DP. As at 31st March 2026, 95.87% of the total equity capital of the Company was held in dematerialized form with NSDL and CDSL. To seek guidance about the dematerialization procedure, members are requested to send e-mail to the Company e-mail: secretarial@anugrahavalve.com /RTA at e-mail: dhanalakshmi.s@in.mpms.mufg.com; jayakumar.kandaswamy@in.mpms.mufg.com.

iii. The Members may also visit the website of the Depositories viz. (i) NSDL at the web-link: https://nsdl.co.in/faqs/faq.php or (ii) CDSL at the web-link: https://www.cdslindia.com/investors/open-demat.aspx, for understanding the dematerialisation process.

iv. Members are requested to please quote their folio numbers/Client ID and DP ID in all correspondences to the Company or RTA or Depository Participants.

v. As an Annexure to the Annual Report [**ANNEXURE - IV**], a form is being attached for shareholders holding shares in physical/demat form to provide email ID, PAN and Bank account details, registered address along with documentary proof. If not provided previously /updation wherever required to the Company.

vi. Members holding shares in physical form are encouraged to register their nomination under Section 72 of the Companies Act, 2013. The prescribed nomination form may be obtained from the Company's Registered Office or the Registrar and Share Transfer Agent.

16. DATES OF BOOK CLOSURE

The Register of Members and Share Transfer Books of the Company will remain closed from Sunday, 13th September 2026 to Saturday, 19th September 2026 (both days inclusive). The members eligible for participation in the meeting shall be as per those registered in the Register of Members maintained by the Company or by the Depository Participant/Registrar and Share transfer agent of the Company as at “cut-off date” being 13th September 2026.

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Business to be transacted at the Extraordinary General Meeting as set out in the Notice is annexed hereto.

For and on behalf of the Board

Place: Coimbatore
Date: 22nd August 2026

R BASKARAN
Chairman and Managing Director
DIN: 00002341

BOARD'S REPORT TO THE SHAREHOLDERS

1). TO THE MEMBERS

Your Directors take pleasure in presenting 34th Annual Report and Audited Financial Statements for the year ended 31st March, 2026.

2). FINANCIAL HIGHLIGHTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Details	Year ended 31st March, 2026	Year ended 31st March, 2025
Sales & Other Income	35277.37	38587.60
Profit before Finance Cost and depreciation	4560.57	4081.39
Less:Finance Cost	280.36	355.27
Depreciation	925.13	995.46
Profit after finance cost and depreciation	**3355.08**	**2730.66**
Less: Provision for		
Current Tax	772.73	700.74
Prior Period Tax	13.61	-
Deferred Tax	(36.12)	24.29
Profit after Tax	**2604.87**	**2005.63**

3). OPERATIONS

During the financial year 2025-26, your Company has registered a turnover of ₹ 331.46 Crores decreased by 7.93% compared to ₹ 360.01 Crores in the previous year and earned a Profit before tax of ₹ 33.55 Crores as against ₹ 27.30 Crores in the previous financial year.

Cash and Bank Balances as at 31st March 2026 was at ₹ 2.94 Crores. The Company was able to continue its sustained efforts in judicious management of working capital, receivables, inventories and other working capital parameter through regular monitoring.

4). THE STATE OF AFFAIRS OF THE COMPANY

The Company has adopted the various business excellence models, Quality Management Systems (QMS), Environmental Management System (EMS), Occupational Health & Safety (OH&S), The Company's committed to take efforts towards continuous improvement in Quality and operational efficiency. During the year there has been no change in the nature of its business.

5). FUTURE PROSPECTS

The first quarter's performance of the Company during the Financial year 2026-27 was comparatively better due to increase in inflow of orders even though the cost of raw materials and consumables are not stable. Your Company expects better prospects comparing to previous year.

6). (a) DIVIDEND

Based on the Company's performance, the Directors recommend for approval of the members, a dividend of ₹ 2.00 per Equity Shares (20% on 3526504 Equity Shares) for the Financial Year ended 31st March 2026. The dividend on equity shares, if approved by the members would result in total cash out flow of ₹70.53 Lakhs.

(b) AMOUNTS IF ANY WHICH THE COMPANY PROPOSES TO CARRY ANY RESERVES

Your Company has not transferred any amount to the Reserves.

7). PARTICULARS OF LOANS, GUARANTEES, SECURITIES OR INVESTMENTS

During the year under review, your Company has not granted any loans or provided any guarantees. Your Company made investments in equity shares of M/s. Ven Malar Wind Energy Private Limited by acquiring 15,000 equity shares of ₹10/- each (total consideration of ₹1,50,000/-), and in equity shares of M/s. Tiruchi Properties Holdings Private Limited by acquiring 38,675 equity shares of ₹10/- each (total consideration of ₹3,86,750/-). Further, your Company made investments of ₹20 crores in a Fixed Deposit with the State Bank of India, Commercial Branch, Coimbatore.

8). TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND

As per section 125 of the Companies Act, 2013 read with rules thereunder, any dividend remaining unclaimed for a period of seven years from the due date of transfer to the Unpaid Dividend account and shares in relation thereto are required to be transferred to the IEPF. Your Company has not declared and dividend at the annual general meeting held in the year 2018 and hence the transfer of unclaimed dividend and share to IEPF Authority does not arise.

9). CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

The Company's Corporate Social Responsibility (CSR) activities / projects are focused towards education, health care, sustainable livelihood, basic infrastructure development and safe drinking water in line with the CSR policy of your Company. The CSR policy may be accessed at the Company's website at the link: http://www.anugrahavalvecastings.com/csr/

The Company would also undertake other need based social initiatives in compliance with Schedule VII to the Companies Act, 2013.

The "Annual Report on CSR Activities" is annexed to the Board's Report as **ANNEXURE - A.**

10). BUSINESS RISK MANAGEMENT POLICY

Board has formulated and implemented risk management policy for the Company which enables identification of elements of risk, which may threaten the existence of the Company. Procedures have been put in place to enable risk assessment and ascertain whether minimization procedures are being followed by the Company and steps are taken by the Board to mitigate these risks. The Company has also formulated a separate mechanism for mitigating foreign exchange risks.

11). DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134 (5) of the Companies Act ,2013, your Directors state that:

i. In the preparation of the Annual Financial Statements for the year ended 31st March, 2026, the applicable accounting standards have been followed and that there were no material departures;

ii. They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company for the financial year ended 31st March, 2026 and the profits of the Company for that year;

iii. They have taken proper and sufficient care for 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;

iv. They have prepared the annual accounts on a going concern basis;

v. They have devised proper systems to ensure compliance with the provisions of all Applicable Laws and that such system were adequate and operating effectively;

12). CHANGES IN BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

(I). Directors

In terms of section 152(6) of the Companies Act 2013, Shri Anandkumar B [DIN:00002339], Joint Managing Director retire by rotation and being eligible, seeks re-appointment at the ensuing Annual General Meeting of the Company.

There are no other changes in the Board of Directors during the financial year 2025-26.

Independent Directors:

The first term of appointment of Shri R Vidhya Shankar as Independent Directors is ending by 30th October, 2025. The Nomination and Remuneration Committee at their meeting held on 10/06/2025 and the board of directors at their meeting held on 10/06/2025 recommended the re-appointment of the independent director for second term of 5 years at the ensuing annual general meeting with effect from 31st October, 2025 until 30th October, 2030. Hence the resolution seeking prior approval of shareholders is forming part of the notice of the ensuing annual general meeting.

The first term of appointment of Shri L Kamesh as Independent Directors is ending by 28th February, 2026. The Nomination and Remuneration Committee at their meeting held on 10/06/2025 and the board of directors at their meeting held on 10/06/2025 recommended the re-appointment of the independent director for second term of 5 years at the ensuing annual general meeting with effect from 28th February, 2026 until 28th February, 2031. Hence the resolution seeking prior approval of shareholders is forming part of the notice of the ensuing annual general meeting.

(ii). Key Managerial Personnel

There are no changes in the Key Managerial Personnel of the Company during the financial year 2025-26. Shri R Baskaran, Chairman and Managing Director and Shri Anandkumar B, Joint Managing Director continued to be the Key managerial personnel of the Company. The period of office of Chairman and Managing Director and Joint Managing Director is ending by 30/09/2027.

13). DECLARATION BY INDEPENDENT DIRECTORS

In accordance with Section 149 (7) of the Companies Act 2013, Shri R Vidhya Shankar and Shri L Kamesh, Independent Directors have given a written declaration to the Company confirming that they meet the criteria of independence as prescribed under the Act.

14). REMUNERATION POLICY AND CRITERIA FOR SELECTION AND TERMS FOR APPOINTMENT, REMOVAL OR RETIREMENT OF DIRECTORS

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 may be accessed in the Company's website at http://www.anugrahavalvecastings.com/nomination-remuneration-policy/

15). PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Particulars of employees pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) & Rule 5(3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, is provided below.

Names of the top ten employees in terms of remuneration drawn and their details [including employees drawing more than ₹ 1,02,00,000/-(One Crore and two Lakhs) per annum]:

₹ in Lakhs

Sl. No.	Name of Employee	Designation	Gross Remuneration Per Annum
1	Mr. R Baskaran	Chairman and Managing Director	375.00
2	Mr. Anandkumar B	Joint Managing Director	330.00
3	Mr. A Rajendran	Chief Executive (Production Planning & Control)	46.76
4	Mr. Sivakumar M	Vice President (HR)	33.90
5	Mr. Kamaraj P	General Manager (Finance & Accounts)	22.53
6	Mr. G Murugan	Deputy General Manager (CNC)	16.95
7	Mr. G Karunakkaran	General Manager (Machine Shop)	14.50
8	Mr. Kannan G	Assistant General Manager (Melting)	14.04
9	Mr. V Sivakumar	Assistant General Manager (Electricity)	13.96
10	Mr. P Kathiresan	Assistant General Manager (Pattern Shop)	12.87

Statement with details of employees including other related disclosures has been uploaded in the website of the Company under the web-link: www.anugrahavalvecastings.com/employees/disclosure

16). ANNUAL RETURN

Pursuant to Section 92(3) read with section 134(3)(a) of the Companies Act, 2013, copy of the Annual Return of the Company for the year ended 31st March 2026 is placed on the website of the Company and is accessible at the web-link: http://www.anugrahavalvecastings.com/MGT-7/

17). MEETINGS AND ATTENDANCE OF BOARD AND COMMITTEES

(i). BOARD MEETINGS CONDUCTED DURING THE FINANCIAL YEAR 2025-26

The following four (4) Meetings of the Board of Directors were held during the Financial Year 2025-26;

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting			
			10/06/2025	20/09/2025	03/01/2026	21/03/2026
Shri R Baskaran	4	4	✔	✔	✔	✔
Shri Anandkumar B	4	4	✔	✔	✔	✔
Shri R Vidhya Shankar	4	4	✔	✔	✔	✔
Shri L Kamesh	4	4	✔	✔	✔	✔
Smt. A Kavitha	4	3	✔	✔	✕	✔

The intervening gap between two Board meetings did not exceed the prescribed gap of 120 days as per provisions of the Companies Act, 2013.

(ii). MEETING OF INDEPENDENT DIRECTORS

A separate meeting of Independent directors was held on 21st March 2026.

(iii). AUDIT COMMITTEE & ITS MEETINGS

The Audit Committee met Four (4) times during the year. The attendance of members as under:

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting			
			10/06/2025	20/09/2025	03/01/2026	21/03/2026
Shri Anandkumar B	4	4	✔	✔	✔	✔
Shri R Vidhya Shankar	4	4	✔	✔	✔	✔
Shri L Kamesh	4	4	✔	✔	✔	✔

There were no instance of non-acceptance by the Board of any of the recommendations by the Audit Committee during the year.

(iv). NOMINATION AND REMUNERATION COMMITTEE & ITS MEETINGS

The Nomination and Remuneration Committee met Twice during the year. The attendance of members as under:

Name of the Director	Total Number of Meetings held	Number of Meetings Attended	Date of Meeting	
			10/06/2025	21/03/2026
Shri R Vidhya Shankar	2	2	✔	✔
Shri L Kamesh	2	2	✔	✔
Smt. A Kavitha	2	2	✔	✔

18). INTERNAL AUDIT

The Company has appointed M/s. M Eswaramoorthi & Co, Chartered Accountants, Coimbatore as internal auditors. Periodic reports are submitted by the internal auditors are reviewed by the Audit Committee and noted by the Board of directors of the Company. Timely action is taken to enhance internal control mechanisms in the Company.

19). INTERNAL FINANCIAL CONTROLS WITH RESPECT TO FINANCIAL STATEMENTS:

The Audit Committee evaluates the Internal Financial Controls which provide a reasonable assurance in respect of providing financial and operation information, complying with applicable statutes and policies, safeguarding of assets, prevention and detection of frauds, accuracy and completeness of accounting records. Based on records of the Internal Auditor no material reportable deficiencies or significant weaknesses were found in the functioning of the Internal Financial Controls.

Further, the Board annually reviews the effectiveness of the Company's overall Internal Control Systems in place. The Board of Directors confirm that the Internal Financial Controls are adequate with respect to the financial statements of the Company.

20). SECRETARIAL AUDIT REPORT

M/s. KSR & Co., Company Secretaries, LLP, (FRN: P2008TN006400) have been appointed as the Secretarial Auditors of the Company for the financial year 2025-26. There has been no qualification, reservation, adverse remark or disclaimer given by the Secretarial Auditor in their Report. The Secretarial Audit Report is attached as **ANNEXURE - C** to the Boards Report.

21). STATUTORY AUDITOR

M/s. K.K.B & Associates,(FRN.008120S) Madurai, Proprietary Firm, Statutory auditor of the Company holding office from the Annual General Meeting held in the year 2022 till the conclusion of Annual General Meeting to be held in the year 2027. The Independent Auditor's Report issued by the aforesaid Auditors on the financial statement of the Company is part of the Board's Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Statutory Auditor in their report.

22). VIGIL MECHANISM

Pursuant to Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Board of Directors had approved the Policy on Vigil Mechanism which inter-alia provides a direct access to the Chairman of the Audit Committee. Your Company hereby affirms that no Director / employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year.

23). MAINTENANCE OF COST RECORDS

Pursuant to the Provisions of Rule 4 of Companies (Cost Records and Audit) Rules, 2014 of Companies Act, 2013, Cost Audit is not mandatory for the Company as the Company is having revenues from exports, in foreign exchange which exceeds 75% of total revenue. As per Rule 5 of Companies (Cost Records and Audit) Rules, 2014, Cost Records are being maintained and for this purpose M/s. Ramakrishnan & Co., Cost Accountants have been appointed as Cost Consultant.

24). EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITOR IN HIS REPORT AND FRAUD REPORT BY THE AUDITORS

There were no qualifications, reservations or adverse remarks made by the Statutory Auditor in his report. No frauds reported by the Auditors during the year 2025-26.

25). MATERIAL CHANGES AND COMMITMENTS IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR VIZ., 31st MARCH 2026 AND THE DATE OF THE REPORT

No material changes occurred and commitments incurred which has affected the financial position of the Company between the end of the financial year on 31st March 2026 to the date of this report.

26). CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of Energy, Technology Absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **ANNEXURE - B** and is attached to this report.

27). PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

Pursuant to Section 134 (3) (h) of the Act, read with Rule 8(2) of the Companies (Accounts) Rules 2014, all related party transactions that were made on arm's length basis and were in the ordinary course of the business. There were no materially significant related party transactions made by the Company with Promoters or Relative of Promoters or which have potential conflict with interest of the Company at large. Hence there are no transactions to be reported in Form AOC 2. Details of transactions with Related parties as per provisions of Accounting Standard 18 have been disclosed in Note 42 of the Notes forming part of the financial statements.

28). SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

29). DEPOSITS

The Company has neither accepted nor renewed any deposits from public during the financial year ended 31st March 2026. The Company has not accepted any deposits from directors and shareholders during the financial year.

30). SHARE CAPITAL

The Paid up Equity Share Capital as at 31st March, 2026 was ₹ 3,52,65,040/- (divided into 35,26,504 Equity shares of ₹10/- each fully paid up). During the financial year under review, the Company had,

(i) not issued shares or securities;
(ii) not granted stock option or sweat equity to the employees;
(iii) not bought back any of its securities;
(iv) not issued any Bonus Shares.

31). DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013 AND MATERNITY BENEFITS ACT, 1961.

The Company has zero tolerance towards sexual harassment at the work place and has adopted a stringent policy and formed Internal Complaints Committee for prevention, prohibition and redressal of sexual harassment at work place in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention Prohibition and Redressal) Act 2013 and the Rules there under.

(i) The number of sexual harassment complaints received during the year - Nil
(ii) The number of complaints disposed of during the year - Nil
(iii) The number of complaints pending for more than 90 days at the end of the year - Nil

The Company has complied with the benefits of the Maternity Benefits Act, 1961.

32). HUMAN RESOURCES

Your Company treats its "human resources" as one of its most important assets. Your Company continuously invests in attracting, retaining and developing talent on an ongoing basis. A number of training programs were conducted which were people centric and a few are currently underway. Your Company's thrust is on the promotion of talent internally through rotation and job enlargement of scope of job in line with performance capabilities of employees.

33). DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There were no significant or material orders passed by any Regulators, Courts or Tribunal during the financial year ended 31st March 2026 which may impact the going concern status of the Company or its future operations.

34). COMPLIANCE WITH SECRETARIAL STANDARDS

Your Company is in compliance with the applicable Secretarial Standards issued by The Institute of Company Secretaries of India during the financial year 2025-26.

35). ACKNOWLEDGEMENTS

Your Directors would like to express their appreciation for the co-operation and assistance received from the Government authorities, the financial institutions, banks, vendors, customers and shareholders. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the entire employees.

For and on behalf of the Board

Place: Coimbatore
Date: 22nd August 2026

R BASKARAN
Chairman and Managing Director
DIN: 00002341

ANNEXURE - A

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (“CSR”) ACTIVITIES

1. Brief outline on CSR Policy of the Company:

This policy is framed in terms of Section 135 of the Companies Act, 2013 (the Act) indicating the policy of the Company with respect to undertaking certain specified activities by the Company towards fulfilment of Corporate Social Responsibility (CSR) of the Company. The CSR policy has been placed on the website of the Company and can be accessed through weblink: www.anugrahavalvecastings.com/csr/. The CSR activities to be pursued by the company are intended to be confined initially to the areas broadly specified hereunder.

- Education
- Health care
- Sustainable Livelihood
- Basic Infrastructure Development

The Company shall undertake activities to do overall good to the society with preference given to the local areas and the locations where it operates in India.

2. Composition of CSR Committee: Not Applicable

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014 the Board of Directors have been empowered to take up the role of CSR Committee.

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

The Composition of CSR Committee, CSR Policy and CSR projects approved by the board are available in the weblink:www.anugrahavalvecastings.com/csr/

4. Provide the executive summary along with web-link of Impact Assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 if applicable: Not applicable

5. Computation of Corporate Social Responsibility (CSR) Obligation under Section 135 of the Companies Act, 2013

(a)	Average net profit of the company as per section sub-section (5) of section 135	₹ 19,40,54,709/-
(b)	Two percent of average net profit of the company as per sub-section (5) of section 135	₹ 38,81,095/-
(c)	Surplus arising out of the CSR projects or programs or activities of the previous financial years	NIL
(d)	Amount required to be set-off for the financial year, if any	₹ 2,18,107/-
(e)	Total CSR obligation for the financial year [(b)+(c)-(d)]	₹ 36,62,987/-

6. Details of CSR Amount Spent and Excess/Unspent Balance for the Financial Year 2025-26

(a) Amount spent on CSR Projects (both ongoing project and other than ongoing project) : ₹ 38,93,315/-
(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)] : ₹ 38,93,315/-
(e) CSR amount Excess spent(-) or unspent for the financial year :₹ (-)2,30,328/-
(f) CSR amount spent or unspent for the financial year

Total Amount Spent for the Financial Year. (in ₹.)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per 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
₹ 39,76,091/-	-	-	-	-	-

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

Sl. No.	Particular	Amount (in ₹)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	₹ 38,93,315/-
(ii)	Total amount spent for the Financial Year	₹ 36,62,987/-
(iii)	Excess amount spent for the Financial Year [(ii)-(I)]	₹ (-)2,30,328/-
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous Financial Years, if any	NIL
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	₹ 2,30,328/- (Actual amount Spent ₹ 38,93,315/- Less Amount to be spent ₹ 36,62,987/- after setoff of previous year)

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

1	2	3	4	5	6		7	8
Sl. No.	Preceding Financial Year(s).	Amount transferred to Unspent CSR Account under sub-section (6) of Section 135 (in ₹)	Balance amount in Unspent CSR Account under sub-section (6) of Section 135 (in ₹)	Amount spent in the Financial Year (in ₹).	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. (in ₹)	Deficiency, if any
					Amount (in ₹)	Date of transfer		
1	FY-1	NIL	-	-	-	-	-	-
2	FY-2	NIL	-	-	-	-	-	-
3	FY-3	NIL	-	-	-	-	-	-

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

If yes, enter the number of Capital assets created/acquired NA

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: Not Applicable

Sl. No.	Short Particulars of the property or asset(s) [including complete address and the location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority / beneficiary of the Registered Owner		
1	2	3	4	5	6		
					CSR Registration Number, if applicable	Name	Registered address

(All the fields should be captured as appearing in the revenue record, Flat no, House No, Municipal Office / Municipal Corporation / Gram Panchayat are to be specified and also the area of the immovable property as well as boundaries)

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

For and on behalf of the Board

Place: Coimbatore
Date: 22nd August 2026

R BASKARAN
Chairman and Managing Director
DIN: 00002341

ANNEXURE - B

(A) CONSERVATION OF ENERGY

(i) The steps taken or impact on conservation of energy:
The Company continues its efforts to improve energy conservation.

(ii) The steps taken by the Company for utilising alternate sources of energy: NIL

(iii) The capital investment on energy conservation equipments: NIL

Disclosure of Particulars with respect to Conservation of Energy.

I. POWER AND FUEL CONSUMPTION		
ELECTRICITY	2025-26	2024-25
a). Purchased		
No. of Units	23332080	22421768
Total amount	23,87,22,209	23,95,37,170
Rate/Unit	10.23	10.68
b). Own Generation		
i) Through diesel Generator Unit		
No. of Units	269374.00	259893.00
Units per Ltr. of diesel oil.	3.30	3.77
Cost/units	29.65	23.57
ii) Through Wind turbine generator		
No. of Units	1,27,37,485.00	1,10,39,977.00
Total amount	10,08,19,760.00	9,05,92,192.98
Rate/Unit	7.92	8.21
iii) Through Solar Plant (Our Roof Top)		
No. of Units	1,67,331.00	1,23,175.00
Total amount	5,18,726.00	2,80,157.20
Rate/Unit	3.10	2.27
iv) Through Solar Plant (Purchase)		
No. of Units	49,62,567.00	0.00
Total amount	3,27,52,922.00	0.00
Rate/Unit	6.60	0.00

II. CONSUMPTION PER UNIT OF PRODUCTION				
Sl.No.	**PRODUCTS**	**Standards (if any)**	**2025-26**	**2024-25**
1.	Total Electricity Consumption (in Units)	Nil	23768785	22804836
2.	Total Quantity manufactured (in Kgs.)	Nil	6018853	5599655
3.	Electricity Consumption (Per Kg.)	Nil	3.95	4.07

(B) TECHNOLOGY ABSORPTION

(i)	The efforts made towards technology absorption	:	NIL
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	:	Not Applicable
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	:	Not Applicable
	(a) The details of technology imported	:	Not Applicable
	(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; and	:	Not Applicable
(iv)	The expenditure incurred on Research and Development	:	Nil.

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO

1.	The Foreign Exchange earned in terms of actual inflows during the year (₹ in Lakhs)	28343.43
2.	The Foreign Exchange outgo during the year in terms of actual outflows (₹ in Lakhs)	1681.07

For and on behalf of the Board

Place: Coimbatore
Date: 22nd August 2026

R BASKARAN
Chairman and Managing Director
DIN: 00002341

ANNEXURE - C

To
The Members,
Anugraha Valve Castings Limited,
S.F.NO.391/2, S.G. Pudur,
Arasur Village, Coimbatore - 641407.

Our Secretarial Audit Report of even date of Anugraha Valve Castings Limited ("the Company") is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We had conducted our audit by examining various records and documents including minutes, registers, certificates and other records received through electronic mode and physical mode as enabled by the company. The management has confirmed that the records provided to us for audit through electronic mode are final, true and correct.

3. Further, our audit report is limited to the verification and reporting of the statutory compliances on laws / regulations / guidelines listed in our report and the same pertain to the financial year ended on 31st March, 2026.

4. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

5. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

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

7. 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.

For KSR & Co Company Secretaries LLP

Mr. V R Sankaranarayanan
Partner
(FCS: 11684; CP: 11367)
UDIN: F011684H001186871
FRN: P2008TN006400
PR No: 2635/2022

Place: Coimbatore
Date: 22nd August 2026

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

(Pursuant to Section 204(1) of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 For the Financial Year ended 31st March, 2026

To,
The Members,
Anugraha Valve Castings Limited,
S.F.no.391/2, S.G. Pudur,
Arasur Village, Coimbatore - 641407

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Anugraha Valve Castings Limited (CIN. U27109TZ1992PLC003873) (hereinafter called "the Company"). Secretarial Audit was conducted for the financial year ended on 31st March, 2026 in a manner that provided us a reasonable basis for evaluating the corporate conduct / statutory compliances and expressing our opinion thereon.

On the basis of the above and on our verification of documents, books, papers, minutes, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the Audit, we hereby report that in our opinion, the Company has, during the period covered under the Audit as aforesaid, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minutes book, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2026 according to the provisions of the Companies Act, 2013 and the Rules made thereunder.

The Company being an unlisted public company, the Regulations and Guidelines prescribed under Securities and Exchange Board of India Act, 1992 do not apply. Further, the provisions of the Securities Contracts (Regulation) Act, 1956 and the Rules made there under do not apply. The provisions of Depositories Act, 1996 and the Regulations and Bye-Laws framed there under apply only to the extent of admission of equity shares of the Company in to depositories to enable holding and trading of equity shares in dematerialized mode.

On the basis of the information and explanation provided, the Company had no transaction during the period under Audit requiring the compliance of applicable provisions of Act / Regulations / Directions as mentioned above in respect of The Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

We further report that we have also examined compliance with the applicable clauses of Secretarial Standards 1 & 2 issued by The Institute of Company Secretaries of India.

We further report that the Board of Directors of the Company is duly constituted with the proper balance of Executive, Non-Executive and Independent Directors and changes were made to the composition of the Board of Directors during the period covered under the Audit in compliance with applicable laws.

Adequate notice is given to all directors to schedule the Board and Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We 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.

We further report that during the period covered under the Audit, the Company has not made any specific actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, referred to above, except that the two independent directors were re-appointed for a second term of five years.

For KSR & Co Company Secretaries LLP

Mr. V R Sankaranarayanan
Partner
(FCS: 11684; CP: 11367)
UDIN: F011684H001186871
FRN: P2008TN006400
PR No: 2635/2022

Place: Coimbatore
Date: 22nd August 2026

INDEPENDENT AUDITOR'S REPORT

To the Members of Anugraha Valve Castings Limited
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Anugraha Valve Castings Limited., ("the Company"), which comprise the balance sheet as at 31st March 2026, the statement of profit and loss, the statement of changes in equity and the statements of cash flows for the year ended 31st March 2026, and notes to the financial statements, including 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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2026 and its profit, changes in equity and its cashflows for the year ended 31st March 2026.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key audit matters

Key audit matters are those matters that, in our professional judgment, are of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted Company.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the financial statements and our auditor's report thereon. The director's report is expected to be made available to us after the date of this auditor's report.

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 identified above when it becomes available 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.

When we read the Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.
If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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 SA's 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, we exercise professional judgment and maintain professional scepticism 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, 2013, we give in the Annexure A statement on matters specified in paragraph 3 and 4 of the Order; to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph (h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

   c) The Balance Sheet, the Statement of Profit and Loss, the Statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended

e) On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164(2) of the Act.

f) The Reservations relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph (b) above on reporting under Section 143(3)(b) of the Act and paragraph (h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

g) 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**'.

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

i. The Company does not have any pending litigations which would impact its financial position.
ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
iv.
(a) The Management has represented to us that, to the best of its knowledge and belief, , no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the company from any persons 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 persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause(I) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The Company has declared dividends during the year and it is in accordance with Sec 123 of the Act to the Extent it applies to declaration of dividend.

vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules,2014 is applicable from 1st April 2023:

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 except in respect of Payroll records wherein the accounting software did not have the audit trail feature enabled throughout the year.

Further, the audit trial feature has been operated throughout the year for all relevant transactions recorded in the software except for the payroll. 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 by the company as per the statutory requirements for records retention except for the payroll.

With respect to the matters to be included in the Auditor's Report in accordance with Section 197(16) of the Act, the managerial remuneration has been paid/ provided in accordance with the requisite approvals mandated by section 197 of the Companies Act 2013 with respect to Part II of Schedule V of the Act.

Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of Anugraha Valve Castings Limited of even date)

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, We further report, on the matters specified in paragraph 3 and 4 of the said Order, that :-

(i)	In respect of the Company's Property, Plant and Equipment and Intangible Assets:	
	(a)	(1) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. (2) The Company is maintaining proper records for its intangible assets.
	(b)	The Company has a program of verification to cover all items of property, plant and equipment 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.
	(c)	In our opinion and according to the information and explanations given to us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties given as collateral for loans from banks and financial institutions, the title deeds were deposited with the said banks/ financial institutions and the Company has obtained a confirmation from the said banks that the title deeds are in the name of the Company.
	(d)	The Company has not revalued its Property, Plant & Equipment (including right of use asset) during the year. Accordingly, paragraph 3 (i) (d) of the Order is not applicable.
	(e)	In our opinion and according to the information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under The Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, paragraph 3 (i) (e) of the Order is not applicable.
(ii)	(a)	In our opinion and according to information and explanation given to us, the company has conducted physical verification of inventories and in our opinion the coverage and procedure of that is appropriate and no material discrepancies have been noticed on such verification.
	(b)	The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of accounts of the Company.
(iii)	In our opinion and according to information and explanation given to us, the terms and conditions of investments made during the year in other company's shares are not prejudicial to the interest of the company.	
(iv)	In our opinion and according to information and explanation given to us, during the year the Company has not granted any loans or provided any guarantees or given any security the meaning of section 185 of the Companies Act, 2013. In respect of investments made by the company, it has compiled with the provisions of section 186 of the Companies Act, 2013.	
(v)	In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. Accordingly, paragraph 3 (v) of the Order is not applicable.	
(vi)	The Central Government of India has prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for the activities of the Company and such records are made and maintained. We have not done any verification of those records.	
(vii)	In our opinion and according to the information and explanations given to us:	
	(a)	Amounts deducted/ accrued in the books of account in respect of 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 material statutory dues have been generally regularly deposited by the Company with the appropriate authorities.
	(b)	No undisputed amounts payable in respect of 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 material statutory dues were in arrears as at March 31st, 2026 for a period of more than six months from the date they became payable.
	(c)	There are no statutory dues referred to in sub-clause (a), which have not been deposited on account of dispute.

(viii)		In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.
(ix)	(a)	In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
	(b)	In our opinion and according to the information and explanations given to us, the Company has not been declared as a willful defaulter by any bank or financial institution or other lender.
	(c)	In our opinion and according to the information and explanations given to us, the company has not obtained term loans obtained during the year. Accordingly, paragraph 3(ix)(c) of the order is not applicable.
	(d)	In our opinion and according to the information and explanations given to us, the funds raised on short term basis have not been utilized for long term purposes.
	(e)	The Company does not have any subsidiaries/ associates/ joint-ventures and accordingly, paragraphs 3 (ix) (e) and 3 (ix) (f) of the Order are not applicable.
	(f)	In our opinion and according to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
(x)	(a)	In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable.
	(b)	In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.
(xi)	(a)	Based upon the audit procedures performed and information and explanations given to us by the management, we report that no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.
	(b)	Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.
	(c)	To the best of our knowledge and according to the information and explanations given to us, no whistle-blower complaints have been received by the Company during the year.
(xii)		The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable.
(xiii)		In our opinion and according to the information and explanations given to us, the transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015.
(xiv)	(a)	In our opinion and according to the information and explanations given to us, the Company has an internal audit system, commensurate with the size and nature of its business.
	(b)	The reports of the internal auditors for the year under audit were considered by us, as part of our audit procedures.
(xv)		In our opinion and according to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with them during the year. Accordingly, paragraph 3 (xv) of the Order is not applicable.
(xvi)	(a)	In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
	(b)	In our opinion and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
	(c)	In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3 (xvi) (c) of the Order is not applicable.
	(d)	In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group. Accordingly, paragraph 3 (xvi) (d) of the Order is not applicable.
(xvii)		The Company has not incurred any cash losses in the Financial Year and in the immediately preceding Financial Year.

(xviii)	There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.	
(xix)	In our opinion and according to the information and explanations given to us and 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 Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that, the 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. However, we 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)	(a)	In our opinion and according to the information and explanations given to us, in respect of other than ongoing projects, there are no unspent amounts to be transferred to a fund specified in Schedule VII to the Act.
	(b)	In our opinion and according to the information and explanations given to us, there are no amount remaining unspent under sub-section (5) of section 135 of the Act, pursuant to any ongoing project, to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
(xxi)	In our opinion and according to the information and explanations given to us, the Company does not have investments in subsidiaries/ associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.	

Annexure “B” to the Independent Auditor’s Report

(Referred to in paragraph 2 (g) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of Anugraha Valve Castings Limited of even date)

Report on the internal financial controls over financial reporting under clause (i) of sub – section 3 of section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Anugraha Valve Castings Limited (“the Company”) as at 31st March 2026, 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 board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (“the Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 judgments, including the assessment of the risks of material misstatement in the financial statements, whether due to fraud or error.

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

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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2026, based on the internal control 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.

K.K.B & Associates (FRN: 008120S)
CA. B Shunmugasundram
Proprietor
Membership no.: 200111
UDIN: 26200111FCVMLX3632

Place: Madurai
Date: 22nd August 2026

BALANCE SHEET

All amounts are in lakhs in Indian Rupees, except otherwise stated

	Notes	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
ASSETS				
Non-current assets				
Property, Plant and Equipment	3	12,804.23	14,415.99	14,753.73
Capital work-in-progress	4	0.00	0.00	83.59
Other intangible assets	5	194.08	15.23	2.27
Intangible assets under development	6	0.00	126.18	0.00
Financial assets				
- Non - Current investments	7	5.37	0.00	0.00
- Other non - current financial assets	8	2,395.58	464.81	339.82
Other non - current assets	9	74.13	41.40	105.05
		15,473.39	**15,063.61**	**15,284.46**
Current assets				
Inventories	10	9,459.39	6,122.28	9,079.71
Financial assets				
- Trade receivables	11	11,294.67	10,574.11	10,578.15
- Cash and cash equivalents	12	294.26	288.96	249.80
- Other Bank balances	13	6.47	5.16	5.19
- Other current financial assets	14	63.34	15.88	33.48
Current tax asset (net)	15	10.32	0.00	0.00
Other current assets	16	2,274.91	868.05	1,138.89
		23,403.36	**17,874.44**	**21,085.22**
TOTAL ASSETS		**38,876.75**	**32,938.05**	**36,369.68**
EQUITY AND LIABILITIES				
Equity				
Equity share capital	17	352.65	352.65	352.65
Other equity	18	27,232.50	24,699.69	22,815.32
		27,585.15	**25,052.34**	**23,167.97**
Non-Current liabilities				
Financial liabilities				
- Borrowings	19	0.00	0.00	1,091.86
Provisions	20	2.97	2.97	0.00
Deferred tax liabilities (net)	21	1,077.41	1,114.16	1,110.71
		1,080.38	**1,117.13**	**2,202.57**

BALANCE SHEET

All amounts are in lakhs in Indian Rupees, except otherwise stated

	Notes	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Current liabilities				
Financial liabilities				
- Borrowings	22	6,297.59	3,804.02	7,446.35
- Trade payables				
Total outstanding dues of micro enterprises and small enterprises	23	690.06	1,019.17	1,179.22
Total outstanding dues of creditors other than micro enterprises and small enterprises	23	1,922.83	827.43	1,316.30
- Other financial liabilities	24	1,248.55	989.46	901.15
Other current liabilities	25	52.19	44.24	61.50
Provisions	26	0.00	1.50	0.00
Current tax liabilities (net)	27	0.00	82.76	94.61
		10,211.22	**6,768.58**	**10,999.14**
TOTAL EQUITY AND LIABILITIES		**38,876.75**	**32,938.05**	**36,369.68**

Material accounting policies 2

The notes referred to above form an integral part of these financial statements.

As per our report of even date attached.

for K.K.B. & Associates
Chartered Accountants
Firm registration number: 008120S

for and on behalf of the Board of Directors of
Anugraha Valve Castings Limited

CA. B Shunmugasundram
Proprietor
Membership No: 200111

Place: Coimbatore
Date : 22nd August 2026

R Baskaran
Chairman and Managing Director
DIN: 00002341

Place: Coimbatore
Date : 22nd August 2026

Anandkumar B
Joint Managing Director
DIN: 00002339

Place: Coimbatore
Date : 22nd August 2026

STATEMENT OF PROFIT AND LOSS

All amounts are in lakhs in Indian Rupees, except otherwise stated

	Note	For the year ended 31st March 2026	For the year ended 31st March 2025
INCOME			
Revenue from operations	28	33,268.68	36,115.16
Other income	29	2,008.69	2,472.44
TOTAL INCOME		**35,277.37**	**38,587.60**
EXPENSES			
Cost of material consumed	30	11,002.76	10,000.66
Changes in inventories	31	(2,406.48)	2,613.93
Employee benefits expense	32	6,622.40	5,670.80
Finance Costs	33	280.36	355.27
Depreciation and Amortisation expenses	34	925.13	995.46
Other manufacturing expenses	35	14,157.65	15,199.05
Other expenses	36	1,340.46	1,021.77
TOTAL EXPENSES		**31,922.29**	**35,856.94**
Profit before tax		**3,355.08**	**2,730.66**
Tax expenses:			
- Current tax		772.73	700.74
- Prior Period Tax		13.61	0.00
- Deferred tax	21	(36.12)	24.29
PROFIT FOR THE YEAR		**2,604.87**	**2,005.63**
Other comprehensive income:			
Items that will not be reclassified to Profit or Loss			
-Remeasurements of defined benefit plans (loss)/gain		(2.15)	(71.57)
Income tax relating to items that will not be reclassified to profit or loss		0.63	20.84
Items that will be reclassified to Profit or Loss		0.00	0.00
Total Comprehensive profit for the year		**2,603.35**	**1,954.90**
Earnings per equity share:			
Equity shares of par value of ₹ 10 each			
- Basic and diluted (in ₹.)	37	73.87	56.87
Material accounting policies	2		

The notes referred to above form an integral part of these financial statements
As per our report of even date attached.

for K.K.B. & Associates
Chartered Accountants
Firm registration number: 008120S

for and on behalf of the Board of Directors of
Anugraha Valve Castings Limited

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Membership No: 200111

Place: Coimbatore
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Place: Coimbatore
Date : 22nd August 2026

Anandkumar B
Joint Managing Director
DIN: 00002339

Place: Coimbatore
Date : 22nd August 2026

CASH FLOW STATEMENT

All amounts are in lakhs in Indian Rupees, except otherwise stated

	For the year ended 31st March 2026	For the year ended 31st March 2025
Cash flow from operating activities		
Profit before tax		
Adjustments:	3,355.08	2,730.66
Depreciation and Amortisation	925.13	995.46
Interest income	(45.28)	(25.93)
Finance costs	280.36	355.27
Profit on Sale of Fixed Assets	(1,347.87)	(113.37)
Loss on Sale of Fixed Assets	240.35	8.03
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	**3,407.78**	**3,950.12**
Changes in:		
(Increase) / Decrease in Inventories	(3,337.11)	2,957.42
(Increase) / Decrease in Trade receivables	(720.56)	4.05
(Increase) / Decrease in other non-current assets	36.58	(59.60)
(Increase) / Decrease in Other current assets	(1,454.32)	288.45
Increase / (Decrease) in Trade payables	766.29	(648.92)
Increase / (Decrease) in current liabilities and provisions	263.37	0.98
Increase / (Decrease) in non-current liabilities and provisions	(0.00)	2.97
Cash generated from operations	**(1,037.96)**	**6,495.47**
Income taxes (paid)/ refund, net	(879.43)	(715.71)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	**(1,917.39)**	**5,779.76**
Cash flow from investing activities		
Investment in PPE & Intangible assets	(1,558.90)	(926.60)
Proceeds from Sale of PPE & Intangible assets	3300.37	318.68
Purchase of Investments	(5.37)	0.00
	1,736.11	**(607.92)**
Cash flow from financing activities		
Proceeds from Borrowings	27,331.73	28,040.13
Repayment of borrowings	(24,838.15)	(32,774.33)
(Investment)/Withdrawal from Fixed Deposit	(2,001.39)	(1.72)
Interest Income	45.28	25.93
Finance costs	(280.36)	(352.16)
Dividends paid	(70.53)	(70.53)
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	**186.58**	**(5,132.68)**

CASH FLOW STATEMENT

All amounts are in lakhs in Indian Rupees, except otherwise stated

	For the year ended 31st March 2026	For the year ended 31st March 2025
Net increase in cash and cash equivalents	5.30	39.16
Cash and cash equivalents at the beginning of the year	288.96	249.80
Cash and cash equivalents at the end of the year (refer note: 12)	**294.26**	**288.96**
Components of Cash and Cash equivalents		
Balances with banks		
Current Account	280.75	283.19
Cash on hand	13.51	5.77
	294.26	**288.96**

for K.K.B. & Associates
Chartered Accountants
Firm registration number: 008120S

for and on behalf of the Board of Directors of
Anugraha Valve Castings Limited

CA. B Shunmugasundram
Proprietor
Membership No: 200111

Place: Coimbatore
Date : Date : 22nd August 2026

R Baskaran
Chairman and Managing Director
DIN: 00002341

Place: Coimbatore
Date : 22nd August 2026

Anandkumar B
Joint Managing Director
DIN: 00002339

Place: Coimbatore
Date : 22nd August 2026

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1: Company overview

Anugraha Valve Castings Limited (the Company) is a Public Limited Company, domiciled in India with its Registered Office located at S.F. No. 391/2, S.G. Pudur, Arasur Village, Coimbatore-641407, Tamil Nadu. The Company is engaged in the business of manufacturing and exporting of Industrial valve castings.

Note 2: Material accounting policies

a. Basis of preparation

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

For all periods up to and including the year ended 31st March 2025, the Company prepared its financial statements in accordance with the previous GAAP, which includes standards notified under the Companies (Accounts) Rules, 2014

This is the Company's first Ind AS financial statements. The date of transition to Ind AS is 1st April 2024. The Ind AS financial statements are prepared on historical cost convention, except in case of certain financial instruments which are recognised at fair value at the end of the reporting period and on an accrual basis as a going concern

The financial statements were authorized for issue by the Company's board of directors on 22/08/2026

The financial statements are presented in INR , which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates, and all values are rounded to the nearest lakhs, except when otherwise stated.

b. Use of estimates

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. Revision to estimates are recognised prospectively.

c. Current versus non-current classification

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

Expected to be realized within twelve months after the reporting period, or
Cash or cash equivalents 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 it is:
Due to be settled within twelve months after the reporting period, or
There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has identified twelve months as its operating cycle for the purpose of current / non-current classification of assets and liabilities.

Deferred tax assets and liabilities are classified as non- current assets and liabilities.

d. Impairment of assets

Non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or fair value less costs of disposal and its value in use. 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. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to arrive at its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the Statement of Profit and Loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

Financial assets

The Company applies the simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The Company tests for impairment using the expected credit loss model for financial assets such as loans and advances to be settled in cash.

Loss allowance for loans with no significant financing component is measured at an amount equal to lifetime Expected Credit Loss. Life time Expected Credit Loss are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12 month Expected Credit Loss is a portion of the lifetime Expected Credit Loss which results from default events on a financial instrument that are possible within 12 months after the reporting date.

Impairment loss allowance (or reversal) recognised during the period is recognised as income/expense in the Statement of Profit and Loss. This amount is reflected in a separate line in the Statement of Profit and Loss as an impairment gain or loss. For financial assets measured at amortised cost, expected credit loss is presented as an allowance which reduces the net carrying amount of the financial asset.

e. Borrowing costs

Borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred, except where the cost is incurred during the construction of an asset that takes a substantial period to get ready for its intended use in which case it is capitalised. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

f. 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 to which the Company expects to be entitled in exchange for those goods or services.

Revenue is recognized based on Ind AS 115, which states that revenue needs to be recognized when an entity transfers the control of goods and services to customers at an amount that the entity expects to be entitled. Ind AS 115 is based on a five-step model:

1) Identify the contract with the customer
2) Identify the performance obligations
3) Determine the transaction price
4) Allocate the transaction price
5) Recognize revenue when (or as) performance obligations are satisfied

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Revenue is recognized upon transfer of control of manufactured valve castings and steel components to customers, based on the terms of the underlying purchase orders and applicable terms. The transaction price comprises the contracted consideration, including any agreed surcharges, net of taxes and trade discounts. Quality assurance activities, including inspection and material certification requirements, are not considered separate performance obligations as they do not provide a distinct service to the customer. Revenue is therefore recognized at a point in time when control of the goods passes to the customer, which is generally consistent with the Company's previous revenue recognition practices.

Interest Income

Interest income is recognised on a time proportion basis as and when accrued. Interest income on financial instruments are recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the asset.

Dividends

Dividends is recognised when the Company's right to receive the payment is established, which is generally when shareholders of the Investee Company approve the dividend.

g. Foreign currency

Functional currency

The Company’s financial statements are presented in INR, which is also the Company’s functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss with the exception of exchange differences arising on monetary items that are designated as part of the hedge of the Company’s net investment of foreign operations. These are recognised in other comprehensive income until the net investment is disposed of, at which time, the cumulative amount is reclassified to Statement of Profit and Loss. Tax charges and credits attributable to exchange differences on those monetary items are also recorded in other comprehensive income.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with recognition of the gain or loss on the change in fair value of the item.

h. Income taxes

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. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

Current income tax relating to items recognised outside Statement of Profit and Loss is recognised outside Statement of Profit and Loss (either in other comprehensive income or in equity). Current income tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situation in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

In respect of taxable temporary differences associated with investments in subsidiaries, associates and interest in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

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

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss;

In respect of deductible temporary differences associated with investments in subsidiaries, associates and interest in joint ventures, deferred tax assets are recognized only to the extent that is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside Statement of Profit and Loss is recognised outside Statement of Profit and Loss (either in the other comprehensive income or in the equity). Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes related to the same taxable entity and the same taxation authority.

i. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all potentially dilutive securities.

j. Provisions

A provision is recognised when the enterprise has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, and a reliable estimate can be made of the amount of obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

k. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the statement of cash flows, cash and bank balance consist of cash and cash equivalents and short-term deposits, as defined above, net of outstanding bank overdrafts and cash credit facilities.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

l. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

m. Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable;

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

n. 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.

Initial recognition and measurement

All financial assets are recognised initially at fair value plus transaction costs that are attributable to the acquisition of the financial asset except in the case of financial assets recorded at fair value through Statement of Profit and Loss.

Financial liabilities are classified as financial liabilities at fair value through Statement of Profit and 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.

Subsequent measurement

(i) Financial assets carried at amortised cost

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

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Further, in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognised in other comprehensive income.

(iii) Financial assets at fair value through Statement of Profit and Loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through Statement of Profit and Loss.

(iv) Equity investments

All equity investments with the scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as financial assets at fair value through Statement of Profit and Loss. Equity instruments included within the financial assets at fair value through Statement of Profit and Loss category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

(v) Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method, except for contingent consideration recognised in a business combination which is subsequently measured at fair value through Statement of Profit and Loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value due to the short maturity of these instruments.

Interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Gains and losses are recognised in Statement of Profit and Loss when the liabilities are derecognised as well as through the effective interest rate 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 effective interest rate. The effective interest rate amortisation is included as finance costs in the Statement of Profit and Loss.

Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

The following table shows various reclassifications and how they are accounted for:

Original classification	Revised classification	Accounting treatment
Amortized cost	Financial assets at fair value through Statement of Profit and Loss	Fair value is measured at reclassification date. Difference between previous amortized cost and fair value is recognized in Statement of Profit and Loss.
Financial assets at fair value through Statement of Profit and Loss	Amortized cost	Fair value at reclassification date becomes its new gross carrying amount. Effective interest rate is calculated based on the new gross carrying amount.
Amortized cost	Financial assets at fair value through other comprehensive income	Fair value is measured at reclassification date. Difference between previous amortized cost and fair value is recognized in other comprehensive income. No change in effective interest rate due to reclassification.
Financial assets at fair value through other comprehensive income	Amortized cost	Fair value at reclassification date becomes its new amortized cost carrying amount. However, cumulative gain or loss in other comprehensive income is adjusted against fair value. Consequently, the asset is measured as if it had always been measured at amortized cost.
Financial assets at fair value through Statement of Profit and Loss	Financial assets at fair value through other comprehensive income	Fair value at reclassification date becomes its new carrying amount. No other adjustment is required.
Financial assets at fair value through other comprehensive income	Financial assets at fair value through Statement of Profit and Loss	Assets continue to be measured at fair value. Cumulative gain or loss previously recognized in other Comprehensive income is reclassified to Statement of Profit and Loss at the reclassification date.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Offsetting of financial instruments

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

Derecognition of financial instrument

A financial asset is primarily derecognised when:

The rights to receive the cash flows from the asset have expired or

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.

When the Company has transferred its right to receive the cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

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 derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

o. Share capital

Ordinary Shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are recognised as a deduction from equity, net of any tax effects.

p. Employee Benefits

a) **Defined benefit plans** The Company's gratuity plan is a defined benefit plan. The present value of gratuity obligation under such defined benefit plans is determined based on actuarial valuations carried out by an independent actuary using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measure each unit separately to build up the final obligation. The obligation is measured at the present value of estimated future cash flows. The discount rates used for determining the present value of obligation under defined benefit plans, is based on the market yields on Government securities as at the balance sheet date, having maturity periods approximating to the terms of related obligations. Actuarial gains and losses are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive income in the period in which they occur.

b) **Short-term benefit plans** Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized and measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet. The Company's contribution to provident fund, employee state insurance and other defined contribution plans are recognized as expense when employees render the related service.

q. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Cost of the intangible asset acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Intangible assets are recognised once the company can demonstrate:

- technical feasibility of completing the intangible asset so that it will be available for use or sale;
- its intention to complete the asset;
- its ability to use or sell the asset;
- how the asset will generate probable future economic benefits;
- the availability of adequate resources to complete the development and to use or sell the asset; and
- the ability to measure reliably the expenditure attributable to the intangible asset during development.

Such development expenditure, until capitalisation, is reflected as intangible assets under development.
Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in depreciation and amortisation in Statement of Profit and Loss.

r. Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition 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 derecognized.

ii. Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company

iii. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the below mentioned method, and is generally recognized in the Statement of Profit and Loss. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term. Freehold land is not depreciated.

The estimated useful lives of significant items of property, plant and equipment for the current and comparative periods are as follows:

Assets depreciated using Straight-line method

Nature of Assets	Estimated useful life
Factory Buildings	30
Buildings (Other than above)	60
Plant & Machinery	15
Furniture & Fixtures	10
Computers	3
Office Equipment	5
Vehicles (Motor cars & bikes)	10
Vehicles (Other than above)	8

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Assets depreciated using Written down value method

Nature of Assets	Estimated useful life
Wind Mill	22
Solar Panel	22

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

s. Capital Work-in-Progress

Capital Work-in-Progress represents property, plant and equipment that are under construction and are not ready for their intended use at the reporting date.

CWIP is carried at cost comprising purchase price, construction/development costs, directly attributable expenses incurred in bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, and borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset.

Expenditure incurred on projects under execution is accumulated under Capital Work-in-Progress until the asset is ready for its intended use. Costs that are not directly attributable to the acquisition or construction of the asset are charged to the Statement of Profit and Loss as incurred.

Upon completion and when the asset is ready for its intended use, the cost of the asset is transferred from Capital Work-in-Progress to the relevant category of Property, Plant and Equipment. Depreciation on such assets commences when the asset is available for use.

CWIP is assessed for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable.

t. Intangible Assets Under Development:

Intangible Assets Under Development comprise costs incurred in respect of intangible assets that are not yet ready for their intended use at the reporting date, including software and other internally generated or acquired intangible assets.

Expenditure on intangible assets is recognized as an asset when it is probable that future economic benefits attributable to the asset will flow to the Company and the cost of the asset can be measured reliably.

For internally generated intangible assets, expenditure incurred during the research phase is expensed as incurred. Development expenditures are capitalized when the recognition criteria prescribed under Ind AS 38 are satisfied, including technical feasibility, intention and ability to complete and use or sell the asset, availability of adequate resources, and reliable measurement of attributable expenditure.

Intangible Assets Under Development are carried at cost comprising directly attributable development costs and other costs necessary to create, produce and prepare the asset for its intended use. Borrowing costs directly attributable to qualifying intangible assets are capitalized in accordance with Ind AS 23.

Upon completion and when the asset is available for its intended use, the accumulated cost is transferred to the appropriate category of intangible assets and amortization commences over the estimated useful life of the asset.

Intangible Assets Under Development are tested for impairment whenever there is an indication that the asset may be impaired.

u. Leases

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.

Company as a lessee

The Company, at the inception of a contract, assesses whether the contract is a lease or not lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a time in exchange for a 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 the right to obtain substantially all the economic benefits from use of the asset throughout the period of use; and

(iii) the Company has the right to direct the use of the asset.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any re-measurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the Statement of Profit and Loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease or transition to Ind AS 116 “Leases”, whichever earlier. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently re-measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and re-measuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The Company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and Statement of Profit and Loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in Statement of Profit and Loss.

Lease payments associated with any other leases which falls outside the purview of Ind AS 116, short term leases and leases for which the underlying asset is of low value are charged to Standalone Statement of Profit and Loss on straight line basis over the lease term or another systematic basis which is more representative of the pattern of use of underlying asset.

v. Inventories

Inventories are valued at the lower of cost and net realisable value. Cost is computed as mentioned below. Cost of finished goods, raw materials, stores, scraps and work-in-progress include all costs of purchases, conversion costs and other costs incurred in bringing the inventories to their present location and condition. The net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale.

a) Raw materials, Stores and Spares at moving average cost.

b) Work-in-progress stock at Material Cost plus conversion cost at the stage of completion.

c) Pattern and Tools stock at Cost.

w. Segment Information

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses and for which discrete financial information is available. The operating segments’ operating results are reviewed by the Chief Operating Decision Maker (Board of Directors) to make decisions about resources to be allocated to the segments and assess their performance. The Company is principally engaged only in the business of manufacture of Industrial valve castings and there are no other reportable segments. The geographical segments considered for disclosure is based on location of its customers.

x. Recent accounting pronouncements :

The Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2025 and Second Amendment Rules, 2025, which are effective from April 01, 2025 and have been applied by the Company in the current year.

These amendments include changes to

- Ind AS 1 Presentation of Financial Statements - Classification of liabilities as current or non-current and related covenant conditions
- Ind AS 7 Statement of Cash Flows and Ind AS 107 Financial Instruments Disclosures - Disclosure requirements for supplier finance arrangements
- Ind AS 12 Income Taxes - Accounting and disclosure considerations relating to OECD Pillar Two global minimum tax
- Ind AS 21 Effects of Changes in Foreign Exchange Rates and - Clarification on exchangeability of currencies and determination of exchange rates

The Company has assessed the impact of the aforesaid amendments and concluded that they do not have a material impact on the financial statements, except for additional disclosures, where applicable.

Standards issued but not yet effective

Ind AS 1 – Classification of liabilities (covenant-related changes – Phase 2) - Further changes relating to the impact of covenant breaches on classification of liabilities are applicable for annual reporting periods beginning on or after April 01, 2026.

The Company is in the process of evaluating the impact of these amendments and does not expect them to have a material impact on its financial statements, except for presentation and disclosure-related changes, where applicable.

Statement of changes in equity

All amounts are in lakhs in Indian Rupees, except otherwise stated

Particulars	Amount
A. Equity share capital	
Balance as at 1st April 2024	352.65
Add: Issue of shares	-
Balance as at 31st March 2025	**352.65**
Balance as at 1st April 2025	352.65
Add: Issue of shares	-
Balance as at 31st March 2026	**352.65**

B. Other Equity

Particulars	General Reserve	Retained earnings	Other items of other comprehensive income -Remeasurement of defined benefits plan	Total
Balance as at 1st April 2024	**2,502.02**	**20,349.18**	**(35.88)**	**22,815.32**
Add: Profit or (loss) for the year	-	2,005.63	-	2,005.63
Dividend paid *	-	(70.53)	-	(70.53)
Remeasurements of defined benefit plan	-	-	(50.73)	(50.73)
Balance as at 31st March 2025	**2,502.02**	**22,284.28**	**(86.61)**	**24,699.70**
Add: Profit or (loss) for the year	-	2,604.87	-	2,604.87
Dividend paid *	-	(70.53)	-	(70.53)
Remeasurements of defined benefit plan	-	-	(1.53)	(1.53)
Balance as at 31st March 2026	**2,502.02**	**24,818.62**	**(88.14)**	**27,232.50**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

* The dividend paid represents final dividend of Rs. 2 per equity share of face value ₹ 10 each, for the year ended 31st March 2025 (₹ 70.53 lakhs) and 31st March 2026 (₹ 70.53 lakhs).

As per our report of even date attached.

for K.K.B. & Associates
Chartered Accountants
Firm registration number: 008120S

for and on behalf of the Board of Directors of
Anugraha Valve Castings Limited

CA. B Shunmugasundram
Proprietor
Membership No: 200111

Place: Coimbatore
Date : Date : 22nd August 2026

R Baskaran
Chairman and Managing Director
DIN: 00002341

Place: Coimbatore
Date : 22nd August 2026

Anandkumar B
Joint Managing Director
DIN: 00002339

Place: Coimbatore
Date : 22nd August 2026

3. Property, plant and equipment (PPE)

All amounts are in lakhs in Indian Rupees, except otherwise stated

	Land	Buildings	Wind mill	Solar Plant	Plant & Machinery	Furniture & Fixtures	Computers	Office equipment	Vehicles	Total
Cost / deemed cost as on 1st April 2023	**2,908.06**	**4,424.45**	**457.05**	**138.58**	**5,344.15**	**32.53**	**30.29**	**27.36**	**152.46**	**13,514.93**
Additions	-	1,813.67	-	-	535.92	2.94	7.70	1.32	76.28	2,437.84
Disposals	(52.00)	(288.19)	-	-	(387.67)	(2.43)	(4.15)	(4.24)	(9.81)	(748.50)
Cost / deemed cost as at March 31st 2024	**2,856.06**	**5,949.93**	**457.05**	**138.58**	**5,492.39**	**33.05**	**33.84**	**24.44**	**218.93**	**15,204.26**
Cost / deemed cost as on March 31st 2024	**2,856.06**	**5,812.15**	**402.39**	**121.14**	**5,290.15**	**29.34**	**30.91**	**20.36**	**191.23**	**14,753.73**
Additions	-	219.47	-	-	374.06	3.43	15.27	7.79	290.23	910.25
Disposals	(102.81)	(7.30)	-	-	(218.25)	(0.37)	(6.94)	(0.64)	(77.01)	(413.31)
At March 31st, 2025	**2,753.25**	**6,024.32**	**402.39**	**121.14**	**5,445.96**	**32.40**	**39.24**	**27.51**	**404.45**	**15,250.67**
Additions	45.00	6.55	-	-	1,108.82	7.31	37.83	3.53	-	1,209.03
Disposals	(194.47)	(1,450.64)	-	(36.09)	(505.02)	(5.73)	(14.23)	(3.71)	-	(2,209.89)
At March 31st, 2026	**2,603.78**	**4,580.23**	**402.39**	**85.05**	**6,049.76**	**33.98**	**62.84**	**27.33**	**404.45**	**14,249.81**
Accumulated Depreciation										
At April 1st, 2023	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	209.58	54.66	17.44	540.13	6.02	6.89	8.11	33.36	876.18
Reclassification	-	-	-	-	-	-	-	-	-	-
Disposals	-	(71.79)	-	-	(337.89)	(2.31)	(3.96)	(4.03)	(5.66)	(425.64)
At March 31st, 2024	-	**137.78**	**54.66**	**17.44**	**202.24**	**3.71**	**2.93**	**4.08**	**27.70**	**450.54**
Charge for the year	-	272.73	55.63	7.26	572.44	4.54	9.02	9.89	61.58	993.08
Reclassification	-	-	-	-	-	-	-	-	-	-
Disposals	-	(0.03)	-	-	(101.78)	(0.35)	-	-	(56.26)	(158.41)
At March 31st, 2025	-	**272.70**	**55.63**	**7.26**	**470.66**	**4.19**	**9.02**	**9.89**	**5.32**	**834.67**
Charge for the year	-	182.55	31.30	7.54	579.27	3.18	10.94	2.36	63.43	880.57
Reclassification	-	-	-	-	-	-	-	-	-	-
Disposals	-	(14.20)	-	-	(248.21)	(0.25)	(6.99)	-	(0.00)	(269.65)
At March 31st, 2026	-	**441.05**	**86.93**	**14.80**	**801.71**	**7.12**	**12.97**	**12.25**	**68.75**	**1,445.59**
Carrying amount (Net)										
At April 1st, 2023	**2,908.06**	**4,424.45**	**457.05**	**138.58**	**5,344.15**	**32.53**	**30.29**	**27.36**	**152.46**	**13,514.93**
At April 1st, 2024	**2,856.06**	**5,812.15**	**402.39**	**121.14**	**5,290.15**	**29.34**	**30.91**	**20.36**	**191.23**	**14,753.73**
At March 31st, 2025	**2,753.25**	**5,751.62**	**346.76**	**113.88**	**4,975.30**	**28.21**	**30.22**	**17.62**	**399.13**	**14,415.99**
At March 31st, 2026	**2,603.78**	**4,139.18**	**315.46**	**70.25**	**5,248.05**	**26.86**	**49.87**	**15.08**	**335.70**	**12,804.23**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Notes:

(a) For property, plant and equipment existing as on the date of transition to Ind AS, i.e., April 1st, 2024, the Company has used Indian GAAP carrying value as deemed costs:

Particulars	Land	Buildings	Wind mill	Solar Plant	Plant & Machinery	Furniture & Fixtures	Computers	Office equipment	Vehicles	Total
Cost	2,856.06	5,949.93	457.05	138.58	5,492.39	33.05	33.84	24.44	218.93	15,204.27
Accumulated depreciation	0.00	137.78	54.66	17.44	202.24	3.71	2.93	4.08	27.70	450.54
Net book value as per previous GAAP	2,856.06	5,812.15	402.39	121.14	5,290.15	29.34	30.91	20.36	191.23	14,753.73
Deemed cost as at April 1st, 2024	**2,856.06**	**5,812.15**	**402.39**	**121.14**	**5,290.15**	**29.34**	**30.91**	**20.36**	**191.23**	**14,753.73**

(b) There has been no revaluation of PPE during the year ended March 31st, 2026, March 31st, 2025 and April 1, 2024.

(c) Refer note 22 for details of Property, Plant and Equipment (PPE) pledged as security for borrowings.

(d) The company, based on management estimate, depreciates certain items of property, plant and equipment over estimated useful lives which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. Depreciation is calculated using “Written down value method" for assets related to Solar Power Plant and using “Straight line method" for other assets.

(e) The title deed of the land and buildings is held in the name of the Company.

4. Capital work-in-progress (CWIP)

Particulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Opening balance	0.00	83.59	1,825.37
Additions to CWIP during the year	0.00	0.00	417.92
Less: Capitalisation from CWIP to PPE	0.00	0.00	(2,159.70)
Closing balance	**0.00**	**0.00**	**83.59**

Capital work-in-progress ageing schedule
As at 1st April 2024

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
Projects in progress	83.59	0.00	0.00	0.00	83.59
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
Total	**83.59**	**0.00**	**0.00**	**0.00**	**83.59**

Notes:

(a) Refer note 39 for contractual commitment for acquisition of Property, Plant and Equipment.

(b) As on March 31st, 2026, March 31st, 2025 and April 1st, 2024 there are no capital work-in-progress projects whose completion is overdue or has exceeded the cost, based on original approved plan.

5. Other Intangible assets

	Patent, trademark & designs	Computer software	Total
Cost / deemed cost as on 1st April 2023	**0.47**	**0.69**	**1.16**
Additions	0.00	1.38	1.38
Disposals/Modification	**0.00**	**0.00**	**0.00**
At March 31st, 2024	**0.47**	**2.07**	**2.54**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

	Patent, trademark & designs	Computer software	Total
Cost / deemed cost as on 1st April 2024	0.47	1.80	2.27
Additions	0.00	15.34	15.34
Disposals/Modification	0.00	0.00	0.00
At March 31st, 2025	**0.47**	**17.14**	**17.61**
Additions	-	349.87	349.87
Disposals/Modification	-	(127.47)	(127.47)
At March 31st, 2026	**0.47**	**239.54**	**240.01**
Accumulated Amortisation			
At April 1st, 2023	0.00	0.00	0.00
Charge for the year	0.00	0.27	0.27
Disposals	0.00	0.00	0.00
At March 31st, 2024	**0.00**	**0.27**	**0.27**
Charge for the year	0.00	2.38	2.38
Disposals	0.00	0.00	0.00
At March 31st, 2025	**0.00**	**2.38**	**2.38**
Charge for the year	0.00	44.56	44.56
Disposals	0.00	(1.01)	(1.01)
At March 31st, 2026	**0.00**	**45.93**	**45.93**
Carrying amount (Net)			
At April 01, 2023	**0.47**	**0.69**	**1.16**
At April 01, 2024	**0.47**	**1.80**	**2.27**
At March 31, 2025	**0.47**	**14.76**	**15.23**
At March 31, 2026	**0.47**	**193.61**	**194.08**

(a) For Other Intangible assets existing as on the date of transition to Ind AS, i.e., April 1st, 2024, the Company has used Indian GAAP carrying value as deemed costs:

Deemed Cost	Patent, trademark & designs	Computer software	Total
Cost	0.47	2.07	**2.54**
Accumulated depreciation	0.00	0.27	**0.27**
Net book value as per previous GAAP	0.47	1.80	**2.27**
Deemed cost as at April 01, 2024	**0.47**	**1.80**	**2.27**

6. Intangible assets under development	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Opening balance	126.18	0.00	0.00
Additions during the year	0.00	126.18	0.00
Less: Capitalised during the year	(126.18)	0.00	0.00
Closing balance	**0.00**	**126.18**	**0.00**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Intangible assets under development ageing schedule

As At 31st March 2025

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
Projects in progress	126.18	0.00	0.00	0.00	126.18
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
Total	**126.18**	**0.00**	**0.00**	**0.00**	**126.18**

7. Non - Current investments	**As at 31st March 2026**	**As at 31st March 2025**	**As at 1st April 2024**
Financial assets measured at fair value through profit or loss			
Investment in Equity shares	5.37	0.00	0.00
(Investment in 15,000 Equity Shares of ₹10 each of Ven Malar Wind Energy Private Limited, at a cost of ₹ 1,50,000)			
(Investment of 38,675 equity shares of ₹ 10 each in Tiruchi Property Holdings Private Limited at a cost of ₹ 3,86,750)			
	5.37	**0.00**	**0.00**
Aggregate value of investments	**5.37**	**0.00**	**0.00**
Aggregate amount of quoted investments and market value thereof	0.00	0.00	0.00
Aggregate amount of unquoted investments	0.00	0.00	0.00
Aggregate amount of impairment in value of investments	5.37	0.00	0.00

8. Other Non - Current financial assets

(Unsecured considered good unless otherwise stated)			
Fixed deposit accounts with original maturity of more than 12 Months	2,001.82	1.74	0.00
Security deposits	393.76	463.07	339.82
	2,395.58	**464.81**	**339.82**

Note

Fixed deposits under lien with GST authorities amounted to ₹1.32 lakhs as at 31st March 2026 (31st March 2025: ₹1.24 lakhs). These fixed deposits are restricted in use and have been provided as security against GST-related obligations.

Security deposits primarily comprise deposits with the Tamil Nadu Electricity Board (TNEB) for power supply connection. These deposits are refundable only upon surrender of the electricity connection, which the Company does not anticipate in the foreseeable future given its ongoing manufacturing operations. Given the indefinite nature of these deposits and the practical difficulty in determining a reliable estimate of the refund date, the Company has measured these deposits at their nominal value. The Company has assessed that any fair value adjustment would not be material considering the long-term nature of the deposits and the uncertainty regarding the timing of refund.

9. Other Non - Current Assets

(Unsecured considered good unless otherwise stated)			
Net defined benefit asset	36.96	0.00	61.81
Other Non-current Advances	37.17	41.40	43.24
	74.13	**41.40**	**105.05**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

10. Inventories	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Raw Materials	1,767.69	2,079.05	2,321.37
Work-in-progress	5,378.05	2,971.57	5,585.50
Finished goods	0.00	0.00	0.00
Stores and Spares	2,313.65	1,071.66	1,172.84
	9,459.39	**6,122.28**	**9,079.71**

Refer Note 22 for inventories pledged
Inventories are measured at the lower of cost and net realisable value.
For the basis of valuation and other accounting policies relating to inventories, refer Note 2[v] – Material Accounting Policies.

11. Trade receivables

(Unsecured considered good unless otherwise stated)

Trade receivables, Considered good	11,294.67	10,574.11	10,578.15
Trade receivables, Credit impaired	651.44	651.44	651.44
Less: Allowance for bad and doubtful debts	(651.44)	(651.44)	(651.44)
	11,294.67	**10,574.11**	**10,578.15**

The following table summarises the changes in impairment allowance measured using the expected credit loss model:

At the beginning of the year	651.44	651.44	651.44
Provision made during the year	0.00	0.00	0.00
Utilised / reversed during the year	0.00	0.00	0.00
At the end of the year	**651.44**	**651.44**	**651.44**

(a) Ageing for trade receivables from the due date of payment for each of the category is as follows:

As at March 31st, 2026	Outstanding for following periods from due date of payment						
Particulars	Current but not due	Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables- considered good	-	10,673.87	-	86.86	-	533.94	**11,294.67**
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivable - credit impaired	-	-	-	-	-	651.44	**651.44**
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
Total	-	**10,673.87**	-	**86.86**	-	**1,185.37**	**11,946.11**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

As at March 31st, 2025	Outstanding for following periods from due date of payment						
Particulars	**Current but not due**	**Less than 6 Months**	**6 months - 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Undisputed Trade Receivables- considered good	-	9,837.01	86.86	116.30	533.94	-	**10,574.11**
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	**-**
(iii) Undisputed Trade receivable - credit impaired	-	-	-	-	651.44	-	**651.44**
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	**-**
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	**-**
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	**-**
Total	**-**	**9,837.01**	**86.86**	**116.30**	**1,185.37**	**-**	**11,225.54**

As at April 1st, 2024	Outstanding for following periods from due date of payment						
Particulars	**Current but not due**	**Less than 6 Months**	**6 months - 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Undisputed Trade Receivables- considered good	-	9,879.69	161.91	-	-	-	**10,041.60**
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	536.56	-	-	**536.56**
(iii) Undisputed Trade receivable - credit impaired	-	-	-	651.44	-	-	**651.44**
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	**-**
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	**-**
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	**-**
Total	**-**	**9,879.69**	**161.91**	**1,188.00**	**-**	**-**	**11,229.59**

(b) There are no Trade receivables due from firms or private companies in which any director is a partner, director or a member
(c) There are no trade receivables which have significant increase in credit risk except those mentioned.
(d) Refer note 22 for details of Trade receivables pledged as security for borrowings.

	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
12. Cash and cash equivalents			
Balances with banks			
Current Account	280.75	283.19	235.39
Demand deposits with banks	-	-	1.16
Cash on hand	13.51	5.77	13.25
	294.26	**288.96**	**249.80**
13. Other Bank balances			
Earmarked balances with banks			
Unpaid dividend bank account	6.47	5.16	5.19
	6.47	**5.16**	**5.19**
14. Other current financial assets			
(Unsecured considered good unless otherwise stated)			
Rent Advances	20.27	15.60	14.24
Other Receivables	43.07	0.28	19.24
	63.34	**15.88**	**33.48**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

15. Current tax asset (net)	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Income tax assets (net)	10.32	0.00	0.00
	10.32	**0.00**	**0.00**

16. Other current assets			
(Unsecured considered good unless otherwise stated)			
Balance with government authorities	1,048.72	444.84	647.03
Prepaid expenses	82.52	35.77	52.40
Net Defined Benefit - Asset	91.85	80.60	79.45
Export Incentives receivable	69.26	175.62	276.41
Advances to suppliers	982.56	0.0	0.00
Staff advances	0.00	2.00	0.48
Other Advances	0.00	129.22	83.12
	2,274.91	**868.05**	**1,138.89**

17. Equity share capital			
Authorised capital 50,40,000 (March 31st, 2025 : 50,40,000 April 1st, 2024 : 50,40,000) Equity Shares of ₹10/- each	504.00	504.00	504.00
Issued, subscribed and fully paid-up shares 35,26,504 (March 31st, 2025: 35,26,504 April 1st, 2024: 35,26,504) equity shares of ₹10/- each	352.65	352.65	352.65
Total issued, subscribed and fully paid-up share capital	**352.65**	**352.65**	**352.65**

a) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31st March 2026		As at 31st March 2025		As at 1st April 2024	
	No.of shares	Amount	No.of shares	Amount	No.of shares	Amount
Number of shares outstanding at the beginning of the year	35,26,504	352.65	35,26,504	352.65	35,26,504	352.65
Add: Shares issued during the year	0.00	0.00	0.00	0.00	0.00	0.00
Number of shares outstanding at the end of the year	**35,26,504**	**352.65**	**35,26,504**	**352.65**	**35,26,504**	**352.65**

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

The Company has only one class of shares referred to as equity shares having a par value of ₹ 10 each. Each holder of equity share, as reflected in the records of the Company as of the date of the shareholder meeting, is entitled to one vote in respect of each share held for all matters submitted to vote in the shareholder's meeting. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive all of the remaining assets of the Company after distribution of all preferential amounts. However, no such preferential amounts existed as at the balance sheet date. The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

c) Equity shareholders holding more than 5 percent shares in the Company:

Name of the shareholder	As at 31st March 2026		As at 31st March 2025		As at 1st April 2024	
	Number of shares	% holding in the class	Number of shares	% holding in the class	Number of shares	% holding in the class
R BASKARAN	8,47,121	24.02%	8,47,121	24.02%	8,46,121	23.99%
B GRAHALAKSHMI	7,00,480	19.86%	7,00,480	19.86%	7,00,480	19.86%
ANANDKUMAR B	6,63,862	18.82%	6,63,862	18.82%	6,63,862	18.82%
A KAVITHA	6,18,357	17.53%	6,18,357	17.53%	6,18,357	17.53%
A NIKITA	2,09,761	5.95%	2,09,761	5.95%	2,09,761	5.95%
	30,39,581	**86.19%**	**30,39,581**	**86.19%**	**30,38,581**	**86.16%**

d) Buyback of shares and shares allotted by way of bonus shares:

The Company has not allotted any fully paid-up equity shares by way of bonus shares nor has it bought back any class of equity shares during the period of five years immediately preceding the balance sheet date, further the Company has not issued shares for consideration other than cash from the date of incorporation.

e) Details of shares held by promoters

As at 31st March 2026

Name of the shareholder	No.of shares	% of Total Shares	% Change
R BASKARAN	8,47,121	24.02%	0.00%
B GRAHALAKSHMI	7,00,480	19.86%	0.00%
ANANDKUMAR B	6,63,862	18.82%	0.00%
A KAVITHA	6,18,357	17.53%	0.00%
A NIKITA	2,09,761	5.95%	0.00%
	30,39,581	**86.19%**	**0.00%**

As at 31st March 2025

Name of the shareholder	No.of shares	% of Total Shares	% Change
R BASKARAN	8,47,121	24.02%	0.03%
B GRAHALAKSHMI	7,00,480	19.86%	0.00%
ANANDKUMAR B	6,63,862	18.82%	0.00%
A KAVITHA	6,18,357	17.53%	0.00%
A NIKITA	2,09,761	5.95%	0.00%
	30,39,581	**86.19%**	**0.03%**

As at 31st March 2024

Name of the shareholder	No.of shares	% of Total Shares	% Change
R BASKARAN	8,46,121	23.99%	0.03%
B GRAHALAKSHMI	7,00,480	19.86%	0.00%
ANANDKUMAR B	6,63,862	18.82%	0.00%
A KAVITHA	6,18,357	17.53%	0.00%
A NIKITA	2,09,761	5.95%	0.00%
	30,38,581	**86.16%**	**0.03%**

f) The Company has no shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment, including the terms and amounts.

All amounts are in lakhs in Indian Rupees, except otherwise stated

18. Other equity	**As at 31st March 2026**	**As at 31st March 2025**	**As at 1st April 2024**
Reserves and Surplus			
(a) General Reserve			
At the beginning of the year	2,502.02	2,502.02	2,502.02
Additions during the year	-	-	-
Deductions during the year	-	-	-
Balance at the end of the year	**2,502.02**	**2,502.02**	**2,502.02**
(b) Retained earnings			
At the beginning of the year	22,284.28	20,349.18	18,224.62
Profit during the year	2,604.87	2,005.63	2,124.56
Less: Dividends paid for the year	(70.53)	(70.53)	0.00
Balance at the end of the year	**24,818.62**	**22,284.28**	**20,349.18**
(c) Other comprehensive income / (loss)			
Opening Balance	(86.61)	(35.88)	-
Remeasurement (loss)/gain of net asset/ liability of defined benefit obligation	(1.53)	(50.73)	(35.88)
Balance at the end of the year	**(88.14)**	**(86.61)**	**(35.88)**
Total other equity	**27,232.50**	**24,699.69**	**22,815.32**

General Reserve

General reserve is the balance set aside from the accumulated retained earnings for future needs of the company.

Retained earnings

Retained earnings are the profits/(loss) that the Company has earned/incurred till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings include re-measurement loss / (gain) on defined benefit plans, net of taxes that will not be reclassified to Statement of Profit and Loss.

Other comprehensive income / (loss)

Other comprehensive income / (loss) comprises actuarial gains and losses and return on plan assets (excluding interest income).

19. Non-Current Borrowings			
Term Loans			
Secured loans			
Loan From Banks	-	-	1,091.86
Total Non-current borrowings	**-**	**-**	**1,091.86**

Note : Term Loan From M/s. State Bank of India, Commercial Branch, Coimbatore. Repayable in 16 Quarterly instalments from 1st January'2023 at Interest Rate of 2.50% above 6 MCLR (6.95%).

The above term loan is secured with first charge on entire fixed asset and second charge on inventory. It is guaranteed by Directors Shri R Baskaran and Shri Anandkumar B and also by Smt. B Grahalakshmi (W/o Shri R Baskaran) and Smt. A Kavitha (W/o Shri Anandkumar B).

The Company has not defaulted in the repayment of principal or interest in respect of any borrowings during the year and as at the reporting date.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

20. Non - Current Provisions	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Provision for Interest payable	2.97	2.97	-
	2.97	**2.97**	**-**

21. Deferred tax liabilities (net)			
Opening deferred tax	1,114.16	1,110.71	1,110.71
Income tax effect on Profit & Loss Items	(36.12)	24.29	-
Income tax effect on OCI items	(0.63)	(20.84)	-
	1,077.41	**1,114.16**	**1,110.71**
a) Component of deferred tax (assets) and liabilities are:			
Property, Plant and equipment's, ROU asset and other intangible assets	1,229.60	1,280.39	1,259.28
Allowance for Expected Credit Loss	(189.70)	(189.70)	(189.70)
Provision for employee benefit expenses - Gratuity	37.51	23.47	41.13
	1,077.41	**1,114.16**	**1,110.71**

b) Movement in deferred tax liabilities / asset of P&L and OCI:	For the year ended 31st March 2026	For the year ended 31st March 2025
(i) Deferred Tax Liabilities on account of		
Property, Plant and equipment's, ROU asset and other intangible assets	0.00	21.11
Reversal of Allowance for Expected Credit Loss	0.00	0.00
Provision for employee benefit expenses - P&L	14.67	3.18
Provision for employee benefit expenses - OCI	0.00	0.00
Total deferred tax liabilities (A)	**14.67**	**24.29**
(ii) Deferred Tax Assets on account of		
Property, Plant and equipment's, ROU asset and other intangible assets	50.79	0.00
Provision of Allowance for Expected Credit Loss	0.00	0.00
Provision for employee benefit expenses - P&L	0.00	0.00
Provision for employee benefit expenses - OCI	0.63	20.84
Total deferred tax liabilities (B)	**51.42**	**20.84**
Movement in Deferred Tax Liabilities/(Asset (Net : A-B)	**(36.75)**	**3.45**
c) Tax expense charged to Profit & Loss A/c		
Income tax expense	772.73	700.74
Deferred tax charge / (income)	(36.12)	24.29
Tax expense reported in the statement of profit or loss	**736.61**	**725.03**
d) Tax expense charged to Other Comprehensive Income (OCI)		
Deferred Tax Expense/(Credit) on Net (loss)/gain on remeasurements of defined benefit plan	(0.63)	(20.84)
Tax Expense charged to OCI	**(0.63)**	**(20.84)**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

e) Reconciliation of Income tax charge	For the year ended 31st March 2026	For the year ended 31st March 2025
Profit before tax	31,920.13	35,785.37
Income tax expense at tax rates applicable	9,295.14	10,420.70
Add/(Less): Tax effects of:		
Temporary differences for which deferred tax is created	(36.75)	3.45
Other Expenses disallowable under Income Tax Act, 1961 (including items related to IndAS Impacts)	(8,521.79)	(9,699.12)
Income tax expense	**736.61**	**725.03**

22. Current Borrowings	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Current maturities of long-term borrowings	-	-	625.00
Working capital loan from banks	6,297.59	3,804.02	6,821.35
	6,297.59	**3,804.02**	**7,446.35**

Note to Working Capital Loans

Nature of Security and Guarantees

In accordance with **Ind AS Schedule III, Note 6(E)(ii)**, the nature of security for the aforementioned borrowings is disclosed as follows:

1. **Primary Security:** The Working Capital Loans are secured against the hypothecation of raw materials, stocks-in-process, finished goods, stores, and book debts.
2. **Collateral Security (Equitable Mortgage):** The facilities are further secured by the extension of an existing equitable mortgage in favor of the State Bank of India over specified immovable properties belonging to the Company. This includes land and buildings as detailed in Sale Deed Documents **No. 2604/2007** and **No. 2605/2007.**
3. **Personal Guarantees:** The borrowings are personally guaranteed by the following directors and their relatives:

Shri R Baskaran (Chairman and Managing Director)

Shri Anandkumar B (Joint Managing Director)

Smt. A Kavitha (Non-Executive Director)

Smt. B Grahalakshmi (Relative of Director)

Terms of Repayment

Working Capital Facilities: These facilities are **repayable on demand** and are subject to periodic review by the lender.

Interest Rate: The interest is typically linked to the Bank's MCLR plus a spread (as per the specific sanction terms, previously noted as 2.50% above 6M MCLR in prior disclosures

23. Trade payables	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
- total outstanding dues of micro enterprises and small enterprises	690.06	1,019.17	1,179.22
- total outstanding dues of creditors other than micro enterprises and small enterprises	1,922.83	827.43	1,316.30
	2,612.89	**1,846.60**	**2,495.52**

a) Ageing for trade payables from the due date of payment for each of the category mentioned above

Particulars	Date of payment as at March 31st, 2026					
	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	1,922.83	-	-	-	**1,922.83**
(ii) Total outstanding dues of creditors micro enterprises and small enterprises	-	690.06	-	-	-	**690.06**
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total	-	**2,612.89**	-	-	-	**2,612.89**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Particulars	Date of payment as at March 31st, 2025					
	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	827.43	-	-	-	**827.43**
(ii) Total outstanding dues of creditors micro enterprises and small enterprises	-	1,019.17	-	-	-	**1,019.17**
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	**-**
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	**-**
Total	**-**	**1,846.60**	**-**	**-**	**-**	**1,846.60**

Particulars	Date of payment as at April 1st, 2024					
	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	1,179.22	-	-	-	**1,179.22**
(ii) Total outstanding dues of creditors micro enterprises and small enterprises	-	1,299.59	-	-	16.70	**1,316.30**
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	**-**
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	**-**
Total	**-**	**2,478.82**	**-**	**-**	**16.70**	**2,495.52**

b) The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26th August 2006 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at balance sheet date has been made in the financial statements based on information received and available with the Company. Further in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier in this regard.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

c) Terms & Conditions of the above financial liabilities:

Trade Payables are non-interest bearing and are normally settled on 30 to 45 day terms.

Particulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
(a) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;			
(i) Principal	690.06	1,019.17	1,179.22
(ii) Interest	-	-	-
(b) The amount of interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amounts of the payment made to the supplier beyond the appointed day during the year*;			
(i) Interest	-	-	-
(ii) Payment	-	-	-
(c) The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	-	-	-
(d) The amount of interest accrued and remaining unpaid at the end of the year.	-	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-

* No interest has been paid by the Company during the year.

24. Other current financial liabilities

Accrued employee benefits	1,056.54	728.57	850.53
Accrued expenses	147.96	255.73	41.26
Forex Derivative - Payable	37.58	-	-
Interest Accured but not due	-	-	3.52
Unclaimed dividend	6.47	5.16	5.19
Security deposits collected (Refundable)	-	-	0.65
	1,248.55	**989.46**	**901.15**

25. Other current liabilities

Statutory dues	52.19	44.24	61.50
	52.19	**44.24**	**61.50**

26. Current - Provisions

Other Provisions	-	1.50	-
	-	**1.50**	**-**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

27. Current Tax Liabilities (net)	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Provisions for Income Tax	-	82.76	94.61
	-	**82.76**	**94.61**

28. Revenue from Operations	For the year ended 31st March 2026	For the year ended 31st March 2025
Sale of products - Domestic	4,759.39	3,565.93
Sale of products - Export	28,386.48	32,434.93
Other operating revenues	122.81	114.30
Total	**33,268.68**	**36,115.16**
(a) Reconciliation of revenue recognised with contract price		
Contract price	33,164.86	36,015.02
Adjustments for: Discount & incentives	18.99	14.16
	33,145.87	**36,000.86**
(b) Contract balances		
Trade receivables	11,294.67	10,574.11
Advance from customers	-	-
	11,294.67	**10,574.11**

The company's contract balances entirely comprise trade receivables as revenue is recognized upon delivery/billing, resulting in unconditional rights to consideration. Consequently, there are no contract assets or contract liabilities as of March 31st, 2026, and March 31st, 2025. No revenue was recognized in the current reporting period from performance obligations satisfied or modified in previous periods

(c) Performance Obligations

Advance from Customers are on account of the upfront revenue received from customer for which performance obligation has not yet been completed. Advance from Customers include advances received for sale of goods. The performance obligation is satisfied when control of the goods or services are transferred to the customers based on the contractual terms. Payment terms with customers vary depending upon the contractual terms of each contract.

(d) Timing of Revenue Recognition

Revenue recognised at a point in time	33,145.87	36,000.86
Total Revenue from Contracts with Customers	**33,145.87**	**36,000.86**

29. Other income		
Income on financial assets carried at amortised cost		
Interest income	45.28	25.93
Other Non - Operating Income		
Profit on sale of fixed assets	1,347.87	113.37
Export Incentives & Duty Drawbacks	597.39	750.89
Net Interest income on Defined Benefit plan	8.40	13.03
Other Miscellaneous Receipts	9.75	60.93
Income From Solar Panel & Wind Mill Operations	-	908.72
Foreign Exchange Gain/Loss (Net)	-	599.57
	2,008.69	**2,472.44**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

30. Cost of material consumed	For the year ended 31st March 2026	For the year ended 31st March 2025
Cost of materials consumed	11,002.76	10,000.66
	11,002.76	**10,000.66**
31. Changes in inventories of work-in-progress		
Work-in-progress at the beginning of the year:	2,971.57	5,585.50
	2,971.57	**5,585.50**
Work-in-progress at the end of the year:	5,378.05	2,971.57
	5,378.05	**2,971.57**
Changes in inventories	**(2,406.48)**	**2,613.93**
32. Employee benefits expense		
Salaries and Wages	4,384.15	3,791.77
Bonus & Incentives	826.89	580.09
Stipends	-	1.77
Directors' remuneration (Refer Note 42)	705.00	777.00
Contribution to provident and other funds	212.71	264.32
Staff welfare expenses	163.62	173.11
Ex-gratia	240.28	3.29
Gratuity expense (Refer Note 40)	89.75	79.45
	6,622.40	**5,670.80**
33. Finance costs		
Interest expense		
- on term loans	-	62.76
- on working capital facilities	160.34	253.87
- on others	22.66	7.31
- on income tax	-	3.11
Other borrowing costs	97.36	28.22
	280.36	**355.27**
34. Depreciation and amortisation expense		
Depreciation of property, plant and equipment (Refer note 3)	880.57	993.08
Amortisation of intangible assets (Refer note 5)	44.56	2.38
	925.13	**995.46**
35. Other manufacturing expenses		
Labour Charges	4,230.42	3,900.20
Consumption of Materials		
(i) Stores & Spares	4,167.80	2,414.45
(ii) Consumables	1,420.39	2,818.94
(iii) Packaging Materials	412.28	488.63
Power and fuel	1,390.08	2,639.66
Repairs and Maintenance		
(i) Plant and machinery	871.71	963.62
Quality Certification Expenses	564.06	483.82
Freight, Loading and Weighment charges	572.76	513.80
Testing Charges paid	512.07	668.12
Pollution Control Expenses	13.84	59.34
Forwarding and Clearing Charges	2.24	248.47
	14,157.65	**15,199.05**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

36. Other expenses	**For the year ended 31st March 2026**	**For the year ended 31st March 2025**
Rates and taxes	290.71	345.29
Loss on sale of fixed assets	240.35	8.03
Insurance	125.13	61.34
Repairs and Maintenance		
(i) Building	100.31	38.67
(ii) Vehicles	40.91	42.93
(iii) Others	61.85	29.04
Professional, Legal & Consultancy charges	80.62	212.52
Foreign Exchange Gain/Loss (Net)	63.80	-
Commission	60.52	63.32
Printing and Stationery	60.49	36.90
Travelling and conveyance		
(i) Domestic	54.29	29.34
(ii) Foreign	-	14.21
Rent	44.08	34.22
Corporate Social Responsibility Expenses (Refer Note 38)	38.93	25.77
Advertisement and Sales Promotion	29.89	20.90
Directors' Sitting Fees	16.65	8.15
Administration Expenses	15.10	16.95
Subscription & Membership Charges	7.99	2.81
Audit Fees	4.00	4.00
Miscellaneous Expenses	2.08	0.13
Postage & Courier	2.05	4.02
Loss on sale of Scripts	0.71	13.99
Donations paid	-	0.90
Telephone & Internet Charges	-	8.34
	1,340.46	**1,021.77**

37. Earnings per share

Basic EPS amounts are calculated by dividing the profit/(loss) for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit/(loss) attributable to equity holders (after adjusting for savings in interest and dividend expenses, net of taxes) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	**For the year ended 31st March 2026**	**For the year ended 31st March 2025**
Profit After Tax as per P& L Account for Basic and Diluted EPS	2,604.87	2,005.63
Weighted Average Number of Equity Shares at the end of the Year at par value of ₹ 10 each	35,26,504	35,26,504
Basic and Diluted (₹) Earnings Per Share	73.87	56.87

The Company has no potentially dilutive equity instruments outstanding during any of the periods presented. Hence, basic and diluted earnings per share are the same.

All amounts are in lakhs in Indian Rupees, except otherwise stated

38. CSR Expenditure

a) This policy is framed in terms of Section 135 of the Companies Act, 2013 (the Act) indicating the policy of the Company with respect to undertaking certain specified activities by the Company towards fulfillment of Corporate Social Responsibility (CSR) of the Company. The CSR policy has been placed on the website of the Company and can be accessed through weblink: https://www.anugrahavalvecastings.com/csr/. The CSR activities to be pursued by the company are intended to be confined initially to the areas broadly specified hereunder.

- Education
- Health care
- Sustainable Livelihood
- Basic Infrastructure Development

The Company shall undertake activities to do overall good to the society with preference given to the local areas and the locations where it operates in India.

b) The composition of the CSR Committee: Not Applicable

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014 the Board Of Directors have been empowered to take up the role Of CSR Committee

Particulars	**For the year ended 31st March 2026**	**For the year ended 31st March 2025**
c) Average net profit of the Company for last three financial years.	1,940.55	1,217.30
d) Prescribed CSR Expenditure (two per cent of the amount of above, to be spent). (a)	38.81	24.35
Surplus arising out of the CSR projects or programmes or activities of the previous financial years (b)	-	-
Amount eligible for set off (c)	2.18	0.75
Total CSR obligation for the financial year (a+b-c)	**36.63**	**23.59**
e) Details of CSR spent during the financial year		
(a) Total amount spent for the financial year	38.93	25.77
(b) Amount unspent, if any;	-	-

(c) Manner in which the amount spent during the financial year is detailed below:

Sl.No.	Financial Year	CSR project or activity identified	Sector in which the project is covered	Projects or programs (Local area and the State and district)	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs	Cumulative expenditure up to the reporting period	Amount spent (Excess) or Shortage
1.	2024-25	Promoting of Education including special education	Education	Tamil Nadu	25.77	25.77	25.77	(2.18)
2.	2025-26	Promoting of Education including special education	Education	Tamil Nadu	38.93	38.93	38.93	(2.30)

f) The Company has spent an amount in excess of its CSR obligation during the financial year. The excess amount of ₹2.30 lakhs (previous year: ₹2.18 lakhs) is available for set-off against CSR obligation in the succeeding financial years in accordance with Rule 7(3) of the Companies (CSR Policy) Rules, 2014.

g) A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company: We hereby declare that implementation and monitoring of the CSR Policy are in compliance with CSR objectives and Policy of the Company.

All amounts are in lakhs in Indian Rupees, except otherwise stated

39. Contingent Liabilities and Commitments

Contingent liabilities:
The Company does not have any contingent liabilities as at 31st March 2026, 31st March 2025 and 1st April 2024.

Capital commitments and other commitments:

The Company does not have any capital commitments and other commitments requiring disclosure as at 31st March 2026, 31st March 2025 and 1st April 2024.

40. Employee benefit plan

Defined benefit plans

The Company has a defined benefit gratuity plan for its employees. Under this plan, every employee who has completed atleast five years of continuous service gets a gratuity on departure at 15 days of last drawn salary for each completed year of service. The plan is funded through a gratuity fund managed by LIC. Gratuity is thus paid to the employees on separation in accordance with the provisions of Payment of Gratuity Act, 1972.

The following tables summarize the components of net benefit expense recognized in the Statement of Profit and Loss and amounts recognized in the Statement of Assets and Liabilities.

a) Ind AS Summary Statement of Profit and Loss and other comprehensive income	**For the year ended 31st March 2026**	**For the year ended 31st March 2025**
i) Expense recognized in the Statement of Profit and Loss / Retained earnings		
Current service cost- Profit or Loss	89.53	79.45
Past Service cost	0.22	-
Interest cost on benefit obligation, net - Profit or Loss	(8.40)	(13.03)
Net gratuity cost	**81.35**	**66.42**
ii) Remeasurement recognised in other comprehensive income		
Actuarial changes arising from changes in financial assumptions	(32.63)	42.54
Actuarial changes arising from changes in demographic assumptions		
Experience adjustments	38.76	24.32
Return on plan assets	(3.98)	4.70
Actuarial (gains) / losses	**2.15**	**71.56**

b) Reconciliation of the projected benefit obligations and plan assets	**As at 31st March 2026**	**As at 31st March 2025**	**As at 1st April 2024**
Reconciliation in projected benefit obligations			
Defined benefit obligation at the beginning of the year	989.08	844.27	746.49
Current service cost - Profit or Loss	89.53	79.45	71.14
Past Service cost	0.22	-	-
Interest cost	64.34	58.84	53.61
Benefits paid	(67.74)	(60.34)	(64.72)
Actuarial (gain)/ loss arising from change in financial assumptions	(32.63)	42.54	18.55
Actuarial loss/ (gain) arising from change in demographic assumptions	-	-	-
Actuarial loss/ (gain) on account of experience adjustments	38.76	24.32	19.20
Obligations at the end of the year	**1,081.56**	**989.08**	**844.27**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Reconciliation of plan assets	**As at 31st March 2026**	**As at 31st March 2025**	**As at 1st April 2024**
Opening value of plan assets	1,069.68	985.53	902.96
Interest Income	72.74	71.87	67.92
Return on plan assets excluding amounts included in interest income	3.98	(4.70)	(12.87)
Contributions by employer	131.73	77.33	92.24
Benefits paid	(67.74)	(60.34)	(64.72)
Closing value of plan assets	**1,210.38**	**1,069.68**	**985.53**
Net Defined Benefit Plan			
Defined Benefit Obligation	(1,081.56)	(989.08)	(844.27)
Fair Value Of Plan Assets	1,210.38	1,069.68	985.53
Net (Liability)/Asset	**128.82**	**80.60**	**141.26**
c) Amount recognised in the balance sheet consists of			
Current	91.85	80.60	79.45
Non - Current	36.96	0.05	29.76
Plan Asset/ (Liability)	**128.82**	**80.65**	**109.21**

d) The principal assumptions used in determining gratuity liability for the Company's plan are shown below:

Discount rate	7.05%	6.70%	7.20%
Increase in compensation cost	6.00%	6.00%	6.00%
Retirement Age	58 years	58 years	58 years
Attrition rate	10.00%	10.00%	10.00%

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

			0.5% Increase
Discount rate	-4.07%	-4.30%	-4.32%
Future salary growth rate	4.31%	4.55%	4.63%
Withdrawal rate *	0.20%	0.12%	0.24%

			0.5% Decrease
Discount rate	4.36%	4.61%	4.63%
Future salary growth rate	-4.09%	-4.33%	-4.38%
Withdrawal rate *	-0.21%	-0.12%	-0.26%

* Sensitivity is computed at 10% increase / decrease

The estimates of future salary increases, considered actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period which is the same as that applied in calculating the defined benefit obligation liability recognised in the Statement of Assets and Liabilities.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Maturity profile of defined benefit obligation:	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Within 1 year	71.18	57.68	54.21
Between 2 and 5 years	371.73	308.07	254.98
Between 6 and 10 years	548.83	467.62	409.30

The average duration of the defined benefit plan obligation at the end of the reporting year ended 1st April 2024 is 9.53 years, 31st March 2025 is 9.26 years and 31st March 2026 is 8.83 years

e) Risk exposure:

The defined benefit plan exposes the Company to the following risks:

(i) Actuarial Risk: The risk that actual experience differs from assumptions, including:

- Salary Growth Risk: Higher than expected salary increases will result in higher obligation
- Mortality Risk: Variations in mortality rates affect the timing of benefit payments
- Withdrawal Risk: Higher withdrawal rates may accelerate benefit payments, impacting cash flows

(ii) Investment Risk: For funded plans managed by insurers, the value of plan assets may not reflect fair value of underlying instruments, leading to volatility in funded status when discount rates change significantly.

(iii) Concentration Risk: Employees with high salaries and long service periods accumulate significant benefits, and their resignation/retirement can strain cash flows.

(iv)Interest Rate Risk: The defined benefit obligation is sensitive to discount rate changes derived from government/corporate bond yields. An increase in discount rate decreases the obligation and vice versa.

(v) Legislative Risk: Changes in the Payment of Gratuity Act may require higher benefit payments, directly impacting the present value of obligations.

41. Auditors' remuneration:

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
a) Statutory audit fees (exclusive of GST)	1.50	1.50
b) For Taxation matters	-	-
c) For Company law matters	-	-
d) For Other services	2.50	2.50
e) For Reimbursement of expenses	-	-

42. Related Party Disclosures

List of Related Parties

(i) Key Management Personnel

Shri R Baskaran, Chairman and Managing Director (w.e.f., 01-10-2006)

Shri Anandkumar B, Whole time Director (w.e.f. 01-10-2002)

Smt. A Kavitha , Director (w.e.f. 23-03-2024)

Shri R Vidhya Shankar, Independent Director (w.e.f. 31-10-2020)

Shri L Kamesh, Independent Director (w.e.f. 27-02-2021)

Shri Ramnath Dureja , Director (upto , 31-03-2025)

Shri Ajay J Shah, Director (upto , 31-03-2025)

(ii) Relative of KMP:

Smt. B Grahalakshmi

(iii) Enterprises over which KMP's or their relatives can exercise significant influence

M/s. Nikita Educational Advisory Board

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Transactions with Related Parties	For the year ended 31st March 2026	For the year ended 31st March 2025
Compensation to key management personnel		
Shri R Baskaran		
Remuneration	375.00	425.00
Sitting fees	3.00	1.00
Shri Anandkumar B		
Remuneration	330.00	352.00
Sitting fees	3.60	1.20
Smt. A Kavitha		
Sitting Fee	2.45	0.75
Shri R Vidhya Shankar		
Sitting Fee	3.80	1.70
Shri L Kamesh		
Sitting Fee	3.80	1.70
Shri Ramnath Dureja		
Sitting Fee	-	1.05
Shri Ajay J Shah		
Sitting Fee	-	0.75
Compensation to Relative of KMP		
Smt. B Grahalakshmi		
Rent Paid	12.00	12.00

*The remuneration to the key managerial personnel does not include the provisions made for gratuity and compensated absences, as they are determined on an actuarial basis for the company as a whole.

The Company has contributed towards provident fund (EPF) and post-employment benefits (gratuity), which are inclusive of contributions for Key Managerial Personnel (KMP). The gratuity liability has been determined based on an actuarial valuation for the Company as a whole and is not separately available for individual employees.

There are no amounts due from or due to related parties as at March 31st, 2026 and March 31st, 2025

43. Segment information

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses and for which discrete financial information is available. The operating segments' operating results are reviewed by the Chief Operating Decision Maker (Board of Directors) to make decisions about resources to be allocated to the segments and assess their performance. The Company operates in a single primary business segment namely Manufacture of Industrial valve castings. The following are the information relating to geographical segment provided based on the location of its customers:

Revenue from Operations	Asia	Europe	America	Australia	Total
For the year ended 31st March 2026	6,902.06	25,248.06	981.85	13.91	33,145.88
For the year ended 31st March 2025	6,163.58	28,337.18	1,450.45	49.65	36,000.86

All the revenue are from external customers.

Trade Receivables	India	Europe	America	Australia	Total
For the year ended 31st March 2026	1,891.06	6,323.26	3,731.78	-	11,946.11
For the year ended 31st March 2025	1,102.66	6,417.38	3,705.50	-	11,225.54
For the year ended 31st March 2024	663.50	5,755.33	4,800.89	9.88	11,229.60

All amounts are in lakhs in Indian Rupees, except otherwise stated

The Company's revenue is primarily derived from the 'Manufacture of Industrial Valve Castings' segment. Revenue from transactions with two external customers which is 28% of the Company's total revenue. As permitted by Ind AS 108, the names of these customers have not been disclosed.

44. Reconciliation of movements of liabilities to cash flows arising from financing activities:

Particulars	Opening balance April 1st, 2025	Cash flows		Non cash movement Fair value changes	Closing balance March 31st, 2026
		Proceeds	Repayments		
Borrowings	3,804.02	27,331.73	(24,838.15)	-	6,297.59

Particulars	Opening balance April 1st, 2024	Cash flows		Non cash movement Fair value changes	Closing balance March 31st, 2025
		Proceeds	Repayments		
Borrowings	8,538.21	28,040.13	(32,774.33)	-	3,804.02

45. Financial instruments - risk management

The Company's financial assets majorly comprise of trade receivable, cash & cash equivalents loans and investments. The Company's financial liabilities majorly comprises of borrowings and trade payables and other financial liabilities.

The Company is exposed to credit risk, liquidity risk and market rate risk arising out of operations and the use of financial instruments. The Board of Directors have overall responsibility for establishment and review of the Company's risk management framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions affecting business operations and the Company's activities.

Financial instruments - fair value measurement and risk management
Accounting classification and fair value

	Carrying value as at 31st March 2026	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost:					
- Cash and cash equivalents	294.26	-	-	-	-
- Trade receivable	11,294.67	-	-	-	-
- Bank balances other than cash and cash equivalents	6.47	-	-	-	-
- Other financial assets	2,458.92	-	-	-	-
Financial assets measured at fair value through profit and loss:					
- Investments	5.37	-	-	5.37	5.37
	14,059.69	-	-	5.37	5.37
Financial assets measured at amortized cost:					
- Borrowings	6,297.59	-	-	-	-
- Trade payable	2,612.89	-	-	-	-
- Other financial liabilities	1,248.55	-	-	-	-
	10,159.03	-	-	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Particulars	Carrying value as at 31st March 2025	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost:					
- Cash and cash equivalents	288.96	-	-	-	-
- Trade receivable	10,574.11	-	-	-	-
- Bank balances other than cash and cash equivalents	5.16	-	-	-	-
- Other financial assets	480.69	-	-	-	-
	11,348.93	-	-	-	-
Financial assets measured at fair value through profit and loss:					
- Investments	-	-	-	-	-
	11,348.93	-	-	-	-
Financial assets measured at amortized cost:					
- Borrowings	3,804.02	-	-	-	-
- Trade payable	1,846.60	-	-	-	-
- Other financial liabilities	989.46	-	-	-	-
	6,640.08	-	-	-	-

The Management has assessed that fair value of cash and cash equivalents and other financial liabilities approximate their carrying amounts.

Particulars	Carrying value as at 1st April 2024	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost:					
- Cash and cash equivalents	249.80	-	-	-	-
- Trade receivable	10,578.15	-	-	-	-
- Bank balances other than cash and cash equivalents	5.19	-	-	-	-
Financial assets measured at fair value through profit and loss:					
- Investments	373.30	-	-	-	-
	11,206.44	-	-	-	-
Financial Liabilities measured at amortized cost:					
- Borrowings	8,538.21	-	-	-	-
- Trade payable	2,495.52	-	-	-	-
- Other financial liabilities	901.15	-	37.58	-	37.58
	11,934.88	-	37.58	-	37.58

The carrying amounts of cash and cash equivalents, trade receivables, trade payables, short-term borrowings and other current financial assets/liabilities, except the Forex derivate contract the valuation of which is based on bank observable rates, approximate their fair values due to short-term maturities.

(a) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from trade receivables, deposits with banks, security deposits and other

All amounts are in lakhs in Indian Rupees, except otherwise stated

financial assets. The Company's exposure to credit risk is influenced by a concentration of revenue from two major customers located in Germany. The Company manages this risk by performing continuous credit evaluations, monitoring historical payment trends, and assessing the forward-looking economic environment in the Eurozone

The carrying amount of financial assets represents the maximum credit exposure. The Company manages and controls credit risk through established credit approval processes, continuous monitoring of receivable balances, counterparty credit evaluation and assessment of recoverability.

(i) Trade receivables:

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The Company regularly monitors outstanding receivables and assesses the credit quality of counterparties, taking into account historical payment trends, financial condition, business environment and forward-looking information.

The Company applies the simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due

The Company applies the simplified approach prescribed under Ind AS 109 for measuring expected credit losses ("ECL") on trade receivables and recognises a loss allowance based on lifetime expected credit losses. The impairment methodology is based on a provision matrix considering historical default rates and adjusted for forward-looking estimates.

The gross carrying amount of trade receivables, net of allowance for expected credit loss, represents the Company's maximum exposure to credit risk arising from trade receivables as at the reporting date. The ageing profile of trade receivables and movement in allowance for expected credit loss are disclosed in Note 11

Particulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Opening balance	651.44	651.44	651.44
Reversed during the year	-	-	-
Provision during the year	-	-	-
Closing balance	**651.44**	**651.44**	**651.44**

(ii) Cash and cash equivalents and other bank balances

The Company holds cash and cash equivalents, earmarked balances with banks and fixed deposits with scheduled commercial banks and financial institutions having high credit ratings and strong credit standing.

Credit risk on such balances is considered low as the counterparties are regulated entities with established credit profiles. Accordingly, management does not expect any counterparty to fail in meeting its obligations.

The Company's exposure includes balances maintained in:

- Current accounts and demand deposits with banks;
- Unpaid dividend bank account and earmarked balances; and
- Fixed deposits with original maturity of more than twelve months.

(iii) Security deposits

Security deposits primarily comprise deposits placed with vendors, lessors and other counterparties in the ordinary course of business.

The Company periodically evaluates the recoverability of such balances considering the creditworthiness of counterparties and past experience. Based on management's assessment, no significant credit risk is considered to exist in respect of these balances.

The Company does not have significant concentration of credit risk in relation to security deposits with any single counterparty.

All amounts are in lakhs in Indian Rupees, except otherwise stated

(iv) Other financial assets

Other financial assets primarily comprise fixed deposits with banks and other recoverable financial assets arising in the ordinary course of business.

The Company continuously monitors recoverability of such balances and assesses impairment, where required, based on historical experience and specific counterparty evaluation. Since these balances are either maintained with highly rated financial institutions or recoverable from counterparties with established credit standing, management believes the associated credit risk to be low.

No material impairment provision is considered necessary in respect of these balances, other than those recognised in the financial statements.

(v) Derivative Financial Instrument

The Company uses derivative financial instruments such as forward exchange contracts to hedge its foreign currency risks arising from highly probable forecast transactions and recognised monetary assets and liabilities denominated in foreign currencies. Derivative financial instruments are initially recognised at fair value and subsequently remeasured at fair value at each reporting date.

The Company does not designate derivative instruments under hedge accounting relationships and accordingly changes in fair value are recognised in the Statement of Profit and Loss.

Outstanding derivative financial instruments

Partciulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Currency Derivates	-	-	-
Forward contracts	37.58	-	-
Total derivative financial instruments	**37.58**	**-**	**-**
Included in the above			
Derivatives designated for hedging	-	-	-
Undesignated derivatives	37.58	-	-
Total derivative financial instruments	**37.58**	**-**	**-**

(vi) Concentration of credit risk

The Company's credit risk exposure is diversified across customers, banking counterparties and other contractual counterparties. The Company does not consider there to be any material concentration of credit risk as at the reporting date.

(b) Market risk

Market risk is the risk which will affect the Company's income or the value of its holding of financial instruments on account of changes in market prices, foreign exchange rates, interest rates and equity prices

a. Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The following table shows foreign currency exposures on financial instruments at the end of the reporting period.

Particulars of unhedged foreign currency exposure as at the reporting date:

Partciulars	As at 31st March 2026			
	EUR	USD	AUD	INR
Trade receivables	47,10,976	39,42,540	-	88,67,04,829
Trade payables	7,65,000	4,776	-	8,38,41,965

Partciulars	As at 31st March 2025			
	EUR	USD	AUD	INR
Trade receivables	57,09,641	43,29,798	-	89,34,89,254
Trade payables	4,980	-	-	4,59,777

Partciulars	As at 1st April 2024			
	EUR	USD	AUD	INR
Trade receivables	50,62,563	57,58,260	18,251	93,78,09,438
Trade payables	-	-	-	-

Foreign currency risk sensitivity

The sensitivity of post-tax profit or loss to changes in exchange rates arises mainly from foreign currency denominated asset and the sensitivity to a reasonably possible change in foreign currency exchange rates, with all other variables held constant is as below:

A 1% depreciation of the INR against the foreign currency would decrease the profit after tax and a 1% appreciation of the INR against the foreign currency would increase the profit after tax by the same amounts. The effects of these sensitivities are summarized in the table below.

Risk Type	Change Assumed	Impact on Profit After Tax / Loss	2026	2025	2024
Foreign Currency Risk	INR depreciates 1%	Decrease	60,49,777	65,45,545	69,12,553
	INR appreciates 1%	Increase	(60,49,777)	(65,45,545)	(69,12,553)

The company does not have any unhedged foreign currency exposure except for those disclosed above.

The foreign currency risk sensitivity is based on the closing balance of trade receivables and advance from customers in foreign currency.

b. Interest rate risk

The sensitivity analyses below have been determined based on the exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 100 basis increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

All amounts are in lakhs in Indian Rupees, except otherwise stated

Partciulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Working Capital Loans from Banks	6,297.59	3,804.02	6,821.35
Term Loans from Banks	-	-	1,716.86
% of Borrowings bearing variable rate of interest	**100%**	**100%**	**80%**

If interest rates had been 100 basis points higher or lower, with all other variables held constant, the Company's profit after tax would have decreased or increased, respectively. These effects are primarily attributable to the Company's exposure to variable rate borrowings and are summarized in the table below.

Risk Type	Change Assumed	Impact on Profit After Tax / Loss	2026	2025	2024
Interest Rate Risk (Variable borrowings)	+100 bps	Decrease	1.20	1.90	2.29
	-100 bps	Increase	(1.20)	(1.90)	(2.29)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

(c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Partciulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Financial assets:			
- Investments	5.37	-	-
- Cash and cash equivalents	294.26	288.96	249.80
- Trade receivable	11,294.67	10,574.11	10,578.15
- Bank balances other than cash and cash equivalents	6.47	5.16	5.19
- Other financial assets	2,458.92	480.69	373.30
	14,059.69	**11,348.93**	**11,206.44**
Financial liabilities :			
- Borrowings	6,297.59	3,804.02	8,538.21
- Trade payable	2,612.89	1,846.60	2,495.52
- Other financial liabilities	1,248.55	989.46	901.15
	10,159.03	**6,640.08**	**11,934.88**

The management assessed that the carrying value of the cash and cash equivalents, trade receivable, borrowings, trade payables and other current financial liabilities approximate their fair values.

Exposure to liquidity risk

The table below summarizes the maturity profile of the Company's financial liabilities at the end of the reporting period based on contractual undiscounted cash flows:

31st March 2026	Less than 1 year	1 to 5 years	More than 5 years	Total
Derivative financial liabilities				
- Forward Contract	37.58	-	-	37.58
Non-derivative financial liabilities				
- Borrowings	6,297.59	-	-	6,297.59
- Trade payable	2,612.89			2,612.89
- Other financial liabilities	1,210.97	-	-	1,210.97
	10,159.03	-	-	**10,159.03**

31st March 2025	Less than 1 year	1 to 5 years	More than 5 years	Total
Non-derivative financial liabilities				
- Borrowings	3,804.02	-	-	3,804.02
- Trade payable	1,846.60	-	-	1,846.60
- Other financial liabilities	989.46	-	-	989.46
	6,640.08	-	-	**6,640.08**

1st April 2024	Less than 1 year	1 to 5 years	More than 5 years	Total
Non-derivative financial liabilities				
- Borrowings	8,538.21	-	-	8,538.21
- Trade payable	2,495.52	-	-	2,495.52
- Other financial liabilities	901.15	-	-	901.15
	11,934.88	-	-	**11,934.88**

All amounts are in lakhs in Indian Rupees, except otherwise stated

46. Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the company. The primary objective of the Company's capital management is to optimize the shareholder value.

The Company manages the capital structure based on an adequate gearing which yields higher share holder value which is driven by the business requirements for capital expenditure and cash flow requirements for operations and plans of business expansion and consolidation. Accordingly based on the relative gearing and effective operating cash flows generated, the Company manages the capital either by raising required funds through debt or equity. The current capital and net debt position of the Company is as under:

Particulars	As at 31st March 2026	As at 31st March 2025	As at 1st April 2024
Borrowings	6,297.59	3,804.02	8,538.21
Cash and cash equivalents and liquid investments	299.63	288.96	249.80
Net debt	5,997.96	3,515.06	8,288.41
Capital - equity attributable to the equity holders	27,585.15	25,052.34	23,167.97
Gearing Ratio (Net Debt/Equity)	0.22	0.14	0.36

47. Disclosure as per Ind AS 101 First-time adoption of Indian Accounting Standards:

(a) Overall principle:

The Company has prepared the opening balance sheet as per Ind AS as of 1st April, 2024 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognised assets and liabilities.

However, this principle is subject to certain mandatory exceptions and certain optional exemptions availed by the Company as detailed below:

Mandatory exceptions and optional exemptions Classification of Investment:

The Company has determined the classification of debt instruments in terms of whether they meet the amortised cost criteria or the FVTOCI criteria based on the facts and circumstances that existed as of the transition date.

Deemed cost for property, plant and equipment and intangible assets:

The Company has elected to continue with the carrying value of all of its plant and equipment, capital work-in-progress and intangible assets recognised as of 1st April, 2024 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

Determining whether an arrangement contains a lease:

The Company has applied Appendix C of Ind AS 116 Determining whether an Arrangement contains a Lease to determine whether an arrangement existing at the transition date contains a lease on the basis of facts and circumstances existing at that date.

Classification and measurement of financial assets:

The Company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind AS.

Derecognition of financial assets and liabilities:

The Company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after 1st April, 2024 (the transition date).

All amounts are in lakhs in Indian Rupees, except otherwise stated

Impairment of financial assets:

The Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognised in order to compare it with the credit risk at the transition date.

Further, the Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind ASs, whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

(b) First-time Ind AS adoption reconciliations:

The following reconciliations provide the explanation and qualification of the differences arising from the transition from Previous GAAP to Ind AS in accordance with Ind AS 101 "First Time Adoption of Indian Accounting Standards".

(i) Reconciliation of total equity as at 1st April, 2024 and March 31st, 2025.
(ii) Reconciliation of total comprehensive income for the year ended 1st April, 2024 and March 31st, 2025.
(iii) Reconciliation of statement of cash flows for the year ended 1st April, 2024 and March 31st, 2025.

Previous GAAP figures have been reclassified/regrouped wherever necessary to conform with the financial statements prepared under Ind AS.

a) Reconciliation of Equity as at 1st April 2024

Particulars	IGAAP	Prior Period Error	Ind AS Adj.	Ind AS
ASSETS				
Non-current assets				
Property, Plant and Equipment	14,755.99	-	(2.26)	14,753.73
Capital work-in-progress	83.58	-	-	83.59
Other intangible assets	-	-	2.27	2.27
Intangible assets under development	-	-	-	-
Financial assets				
- Non - Current loans	-	-	-	-
- Other non - current financial assets	14.24	-	325.58	339.82
Other non - current assets	1,368.58	-	(1,263.53)	105.05
Deferred Tax assets (net)	-	-	-	-
Total Non-Current Assets [A]	**16,222.39**	**-**	**(937.96)**	**15,284.46**
Current assets				
Inventories	9,079.71	-	-	9,079.71
Financial assets				
- Trade receivables	10,578.15	-	-	10,578.15
- Current investments	-	-	-	-
- Cash and cash equivalents	254.99	-	(5.19)	249.80
- Other Bank balances	-	-	5.19	5.19
- Other current financial assets	1,005.24	-	(971.76)	33.48
Current tax asset (net)	-	-	-	-
Other current assets	83.12	-	1,055.78	1,138.89
Total Current Assets [B]	**21,001.21**	**-**	**84.02**	**21,085.22**
Total Assets [A+B]	**37,223.60**	**-**	**(853.93)**	**36,369.68**
EQUITY AND LIABILITIES				
Equity				
Equity share capital	352.65	-	-	352.65
Other equity	22,780.57	34.75	-	22,815.32
Total Equity [A]	**23,133.22**	**34.75**	**-**	**23,167.97**
Non-Current liabilities				
Financial liabilities				
- Borrowings	1,091.86	-	0.00	1,091.86
Provisions	2.97	-	(2.97)	-
Deferred tax liabilities (net)	1,145.46	(34.75)	-	1,110.71
Other non - current liabilities	41.91	-	(41.91)	-
Total Non-Current Liabilities [B]	**2,282.20**	**(34.75)**	**(44.88)**	**2,202.57**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Particulars	IGAAP	Prior Period Error	Ind AS Adj.	Ind AS
Current liabilities				
Financial liabilities				
- Borrowings	7,446.35	-	0.00	7,446.35
- Trade payables	2,274.28	-	221.25	2,495.52
- Other financial liabilities	-	-	901.15	901.15
Other current liabilities	286.42	-	(224.91)	61.50
Provisions	1,801.14	-	(1,801.14)	-
Current tax liabilities (net)	-	-	94.61	94.61
Total Current Liabilities [C]	**11,808.19**	-	**(809.05)**	**10,999.14**
Total Equity and Liabilities [A+B+C]	**0.00**	**(0.00)**	**(853.92)**	**36,369.68**

Reconciliation of Equity as at 31st March 2025

Particulars	IGAAP	Prior Period Error	Ind AS Adj.	Ind AS
ASSETS				
Non-current assets				
Property, Plant and Equipment	14,431.23	-	(15.24)	14,415.99
Capital work-in-progress	-	-	-	-
Other intangible assets	-	-	15.23	15.23
Intangible assets under development	126.18	-	(0.00)	126.18
Financial assets				-
- Non - Current loans	0.00	-	0.00	-
- Other non - current financial assets	0.00	-	464.81	464.81
Other non - current assets	1,589.75	-	(1,548.35)	41.40
Deferred Tax assets (net)	-	-	-	-
Total Non-Current Assets [A]	**16,147.16**	**-**	**(1,083.55)**	**15,063.61**
Current assets				
Inventories	6,122.28	-	-	6,122.28
Financial assets				
- Trade receivables	10,574.11	-	-	10,574.11
- Current investments	-	-	-	-
- Cash and cash equivalents	295.86	-	(6.90)	288.96
- Other Bank balances	-	-	5.16	5.16
- Other current financial assets	-	-	15.88	15.88
Current tax asset (net)	-	-	-	-
Other current assets	795.71	-	72.34	868.05
Total Current Assets [B]	**17,787.96**	**-**	**86.48**	**17,874.44**
Total Assets [A+B]	**33,935.12**	**-**	**(997.07)**	**32,938.05**
EQUITY AND LIABILITIES				
Equity				
Equity share capital	352.65	-	-	352.65
Other equity	24,647.28	52.41	-	24,699.69
Total Equity [A]	**24,999.93**	**52.41**	**-**	**25,052.34**
Non-Current liabilities				
Financial liabilities				
- Borrowings	0.00	0.00	-	-
Provisions	2.97	-	0.00	2.97
Deferred tax liabilities (net)	1,166.57	(52.41)	-	1,114.16
Other non - current liabilities	41.26	-	(41.26)	-
Total Non-Current Liabilities [B]	**1,210.80**	**(52.41)**	**(41.26)**	**1,117.13**
Current liabilities				
Financial liabilities				
- Borrowings	3,804.02	-	(0.00)	3,804.02
- Trade payables	1,846.60	-	0.00	1,846.60
- Other financial liabilities	-	-	989.46	989.46
Other current liabilities	259.91	-	(215.67)	44.24
Provisions	1,813.85	-	(1,812.35)	1.50
Current tax liabilities (net)	-	-	82.76	82.76
Total Current Liabilities [C]	**7,724.38**	-	**(955.80)**	**6,768.58**
Total Equity and Liabilities [A+B+C]	**33,935.11**	**(0.00)**	**(997.06)**	**32,938.05**

All amounts are in lakhs in Indian Rupees, except otherwise stated

(b) Reconciliation of Profit & Loss for the year ended 31st March 2025
Other Comprehensive Income / (Loss)

Employee Benefits - Remeasurements of Defined Benefit Plans (Ind AS 19 / Ind AS 101 Adjustment)

Under Previous GAAP, all remeasurement gains and losses on defined benefit obligations (actuarial gains/losses) and return on plan assets were recognized directly in the Statement of Profit and Loss for the period.

Upon transition to Ind AS, in accordance with Ind AS 19 (Employee Benefits), these items are explicitly isolated and recognized through Other Comprehensive Income (OCI) rather than the profit or loss statement. Concurrently, under Ind AS 101 (First-time Adoption of Indian Accounting Standards), the cumulative historical remeasurement adjustments as on the transition date (1st April 2024) and for the comparative period ending 31st March 2025 have been reclassified out of the standalone profit or loss statement and adjusted directly within Retained Earnings (a component of Other Equity).

Particulars	As at 31st March 2025	As at 1st April 2024 (Date of Transition)
Impact on Statement of Profit and Loss:		
Deferred Tax adjustment	-	-
Reduction in Employee Benefit Expenses (Reversal of Actuarial Losses)	71.57	-
Impact on Other Comprehensive Income (OCI):		
Recognition of Remeasurement Losses on Defined Benefit Obligation	(71.57)	-
Impact on Balance Sheet Equity:		
Direct Adjustment to Opening Retained Earnings / Other Equity	-	-

(c) Reconciliation of statement of cash flows

Particulars	For the year ended 31st March 2025
Net Cash from Operating Activities	
As per IGAAP	5,979.66
As per IND AS	5,779.76
Net Difference due Classification	199.89
Net Cash from Investing Activities	
As per IGAAP	(814.87)
As per IND AS	(607.92)
Net Difference due Classification	(206.94)
Net Cash Flow from Financing Activities	
As per IGAAP	(5,124.47)
As per IND AS	(5,132.68)
Net Difference due Classification	8.21

48. Ratio Analysis and its elements

i) Current ratio

The current ratio is used to assess a company's short term liquidity. It is calculated by dividing the current assets by current liabilities.

ii) Debt-equity ratio

“Net Debt” is defined as aggregate of non-current borrowings and current maturities of long term-borrowings less cash and cash equivalents and total equity includes issued capital and all other equity reserves.

All amounts are in lakhs in Indian Rupees, except otherwise stated

iii) Debt service coverage ratio

The Debt Service Coverage Ratio (DSCR) measures the ability of a company to use its operating income to repay all its debt obligations, including repayment of principal and interest on both short-term and long-term debt. It is calculated by dividing net operating income by the total debt service (Interest and principal).

iv) Return on equity ratio

Equal to profit for the year divided by the equity during that period, and is expressed as a percentage.

v) Inventory turnover ratio

Inventory turnover indicates the rate at which a company sells and replaces its stock of goods during a particular period. The inventory turnover ratio formula is the cost of goods sold divided by the average inventory for the same period.

vi) Trade receivables turnover ratio

Accounts receivable turnover ratio is calculated by dividing your net credit sales by your average accounts receivable. The ratio is used to measure how effective a company is at extending credits and collecting debts.

vii) Trade payables turnover ratio

This ratio is used to measure the number of times the business is paying off its creditors or suppliers in an accounting period. It is computed by dividing the net credit purchases by average accounts payable.

viii) Net capital turnover ratio

It is calculated by dividing annual sales by average stockholder equity (net worth). The ratio indicates how much a company could grow its current capital investment level.

ix) Net profit ratio

The net profit percentage is the ratio of after-tax profits to net sales. It reveals the remaining profit after all costs of production, administration, and financing have been deducted from sales, and income taxes recognized

x) Return on capital employed

Return on Capital Employed is calculated by dividing our EBIT during a given period by Capital Employed (tangible net worth, total debt, deferred tax liability) during that period.

xi) Return on investment

Return on investment (ROI) is a performance measure used to evaluate the efficiency or profitability of an investment or compare the efficiency of a number of different investments. To calculate ROI, the benefit (or return) of an investment is divided by the cost of the investment.

Sl.No.	Ratio	Numerator	Denominator	As at March 31st, 2026	As at March 31st, 2025	As at April 1st, 2024	% change FY 2025-2026	% change FY 2024-2025	Reason for variance
1	Current ratio	Current Assets	Current Liabilities	2.29	2.64	1.92	(13.21)%	37.76%	Note 1
2	Debt - Equity Ratio	Total Debt	Shareholder's Equity	0.23	0.15	0.37	50.35%	(58.80)%	Note 2
3	Debt Service Coverage ratio	Earnings available for debt service= Net Profit after tax+ Non cash operating expenses+ Interest + Other adjustments like loss on sale of fixed assets, etc	Debt service = Interest & Lease Payments + Principal Repayments	0.11	0.10	0.11	9.65%	(11.84)%	

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

All amounts are in lakhs in Indian Rupees, except otherwise stated

Sl.No.	Ratio	Numerator	Denominator	As at March 31st, 2026	As at March 31st, 2025	As at April 1st, 2024	% change FY 2025-2026	% change FY 2024-2025	Reason for variance
4	Return on Equity ratio	Net Profits/(Loss) after taxes	Average Shareholder's Equity	9.90%	8.32%	9.60%	18.98%	(13.38)%	
5	Inventory Turnover ratio	Cost of Goods sold = opening inventory + purchases - closing inventory	Average Inventory	1.10	1.66	1.32	(33.51)%	25.28%	Note 3
6	Trade Payable Turnover Ratio	Net credit purchases	Average Trade Payables	11.89	12.08	11.88	(1.59)%	1.66%	
7	Trade receivable Turnover Ratio	Net Credit Sales	Average Trade receivable	3.03	3.40	3.72	(10.95)%	(8.55)%	
8	Net Capital Turnover Ratio	Net sales	Working capital	2.52	3.25	3.56	(22.45)%	(8.78)%	
9	Net Profit/(Loss) ratio	Net Profit/(Loss)	Net sales	8.00%	6.00%	6.00%	40.99%	(6.02)%	Note 4
10	Return on Capital Employed	Earnings before interest and taxes	Capital Employed	10.00%	10.00%	10.00%	1.08%	1.65%	
11	Return on Investment	Interest income on deposits + Profit on Sale of Investments	Average Investment	3.00%	6.00%	-	(50.97)%	0.00%	Note 5

Earnings for debt service = Net profit after taxes + Non-cash operating expenses

Debt service = Interest & Lease Payments + Principal Repayments

Net credit purchases = Gross credit purchases - purchase return

Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax

Net sales = Total sales - sales return

Working capital = Current assets - Current liabilities

Notes:

Note 1: Current Ratio increased by 38.40% in FY 2024-25 primarily due to a significant decrease in current liabilities from ₹10,999 lakhs to ₹6,719 lakhs (reduction of ₹4,280 lakhs or 39%), mainly attributable to repayment of short-term borrowings which decreased from ₹7,446 lakhs to ₹3,804 lakhs.

Note 2: Debt-Equity Ratio increased by 50.20% in FY 2025-26 as current borrowings increased from ₹3,804 lakhs to ₹6,298 lakhs to fund working capital requirements. In FY 2023-24, the ratio decreased by 58.80% due to repayment of non-current borrowings (₹1,092 lakhs) and reduction in current borrowings from ₹7,446 lakhs to ₹3,804 lakhs.

Note 3: Inventory Turnover Ratio decreased by 33.5% in FY 2025-26 due to significant increase in average inventory levels. Average inventory increased while cost of goods sold decreased, indicating slower inventory movement. In FY 2024-25, the ratio increased by 25.3% due to relatively lower average inventory levels and improved inventory management.

Note 4: Net Profit Ratio improved by 41.60% in FY 2025-26 reflecting improved operational efficiency, higher profitability margins, and reduced finance costs (from ₹355 lakhs to ₹280 lakhs). Profit After Tax increased from ₹2,009 lakhs to ₹2,620 lakhs (30% increase) while revenue remained comparable.

Note 5: Return on Investment decreased by 99.80% in FY 2025-26 as the Company made fresh investments in fixed deposits (₹2,002 lakhs) during the year, significantly increasing the average investment base while investment returns (interest income and gains) remained at nominal levels.

Notes forming part of the financial statements

All amounts are in lakhs in Indian Rupees, except otherwise stated

49. 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 under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(ii) The Company does not have any transactions with struck off companies.

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

(iv) 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

(v) 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 Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(vi) The Company has complied with the number of layers of companies, as prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

(vii) The Company has not been declared as wilful defaulter by any bank or financial institution or other lender.

(viii) The Company does not have 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).

(ix) The Company has capital work-in-progress for which ageing is provided in Note No. 4

(x) The amount borrowed from Banks and Financial Institution have been used for the specific purpose it was taken.

(xi) The Company has not revalued its Property, Plant and Equipment.

(xii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(xiii) The quarterly returns/statements of current assets filed by the Company with banks for borrowings are consistent with the books of accounts.

As per our report of even date attached.

for K.K.B. & Associates
Chartered Accountants
Firm registration number: 008120S

for and on behalf of the Board of Directors of
Anugraha Valve Castings Limited

CA. B Shunmugasundram
Proprietor
Membership No: 200111

Place: Coimbatore
Date : 22nd August 2026

R Baskaran
Chairman and Managing Director
DIN: 00002341

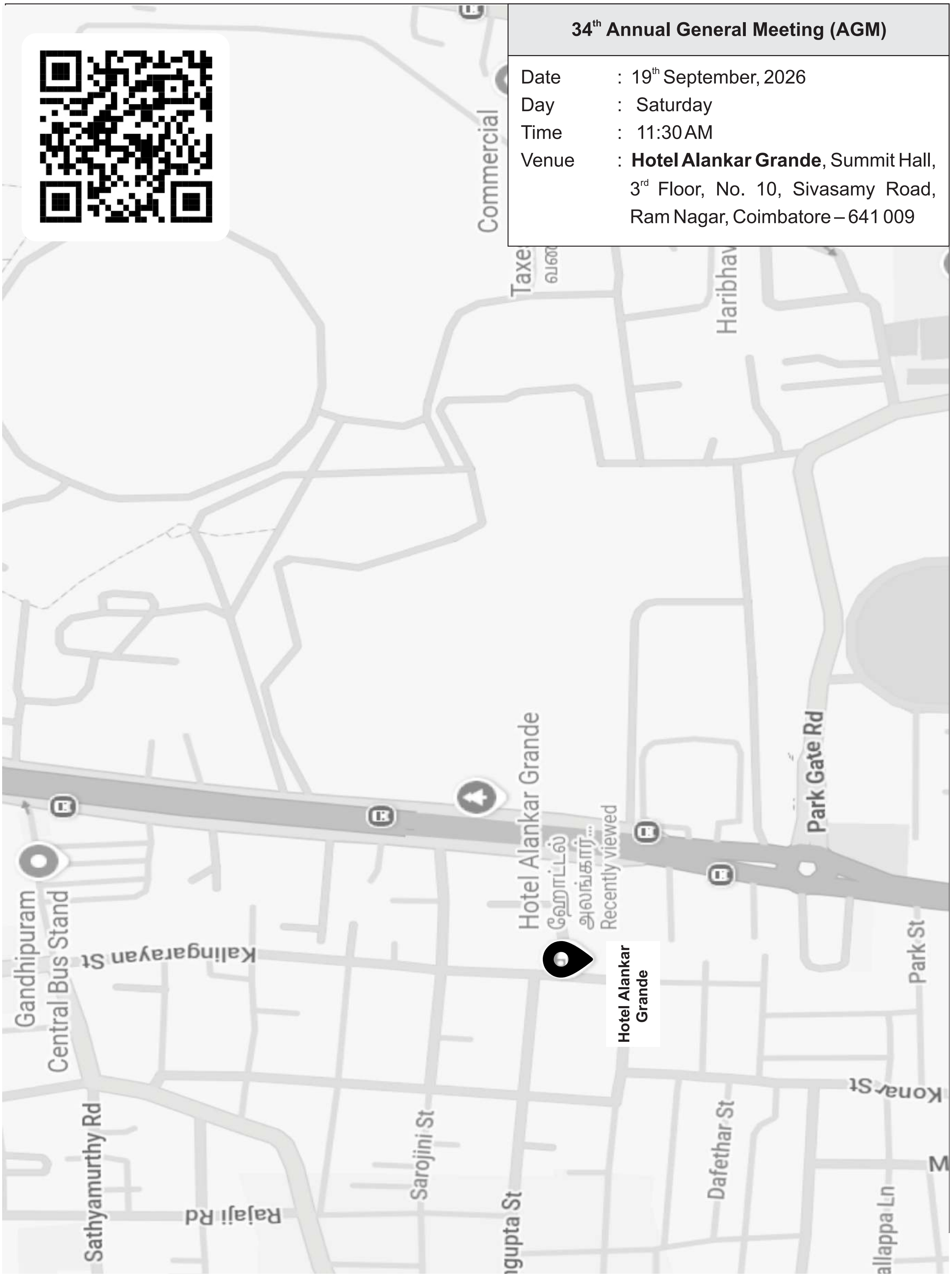
Place: Coimbatore
Date : 22nd August 2026

Anandkumar B
Joint Managing Director
DIN: 00002339

Place: Coimbatore
Date : 22nd August 2026

ANNEXURE - III
Route Map to AGM Venue

34th Annual General Meeting (AGM)		
Date	:	19th September, 2026
Day	:	Saturday
Time	:	11:30 AM
Venue	:	**Hotel Alankar Grande**, Summit Hall, 3rd Floor, No. 10, Sivasamy Road, Ram Nagar, Coimbatore – 641 009



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