NOTICE OF THE MEETING

NOTICE is hereby given that the Fourteenth Annual General Meeting of the Members of **ArMee Infotech Limited** will be held on Wednesday, 25th September 2024 at 11.00 a.m.at the Registered Office of the Company situated at 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad 380058

ORDINARY BUSINESS:

1. **To receive, consider and adopt –**

a. **the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2024, together with the Reports of the Board of Directors and the Auditors thereon.**

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

"RESOLVED THAT," the Audited Standalone Financial Statement of the Company for the financial year ended on March 31, 2024 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby taken as read , approved, considered and adopted."

b. **the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2024, together with the Reports of Auditors thereon.**

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

"RESOLVED THAT," the Audited Consolidated Financial Statement of the Company for the financial year ended on March 31, 2024 and the reports of Auditors thereon laid before this meeting, be and are hereby read, approved ,considered and adopted."

2. **To appoint a director in place of Mr. Ridhish K Patel (DIN: 02876453) who retires by rotation and being eligible offers himself for re-appointment.**

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

"RESOLVED THAT, pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 Mr. Ridhish K Patel (DIN: 02876453), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company, liable to retire by rotation.

3.To reappoint M/s. Kantilal Patel & Co., Chartered Accountants, Ahmedabad as Statutory Auditors of the Company.

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

"**RESOLVED THAT,** pursuant to the provisions of Section 139 and 142 of the Companies Act, 2013 read with Rule 3 of the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions of the Companies Act, 2013 read with rules made thereunder (including any statutory modification(s) or reenactment thereof for the time being in force), and pursuant to the recommendation of the Audit Committee and Board of the Directors of the company M/s. Kantilal Patel &. Co., Chartered Accountants, (Firm Registration Number 104744W) be and are hereby appointed as the Statutory Auditors of the Company for a period of 5 (five) consecutive years to hold office from the conclusion of this 14th Annual General Meeting until the conclusion of 19th Annual General Meeting of the Company ,at such remuneration as may be mutually agreed upon between the Company and the Auditors (exclusive of applicable taxes and reimbursement of travelling and out of pocket expenses) as shall be fixed by the Board of Directors of the Company from time to time in consultation with them ."

SPECIAL BUSINESS

1. **To approve the amendment of the Object Clause of Memorandum of Association of the Company**

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

"**RESOLVED THAT** pursuant to the provisions of Section 4 and 13 of the Companies Act, 2013 and rules thereof as amended from time to time, pursuant to the recommendation of the Board of the Directors of the company subject to the approval of the Members consent be and is hereby given for alteration of Clause III (Object Clause) of the Memorandum of Association of the Company as follows:

The following sub clauses 8 to 10 shall be inserted after Sub Clause 7 of Clause III (A)

8. To carry on the business of generating, accumulating, distributing and supplying Solar Energy for its own use or for sale to Governments, State Electricity Boards, Intermediaries in Power Transmission / Distribution, Companies, Industrial Units, or to other types of users / consumers of Energy and in this regard to promote, develop, own, acquire, set up, erect, build, install, commission, construct, establish, maintain, improve, manage, operate alter, control, take on hire / lease, carry out and run all necessary Plants, equipment, sub-stations, workshops, generators, transmission facilities, machinery, electrical equipment, accumulators, repair shops, wires, cables, lamps, fittings and apparatus in the capacity of principals, contractors, developers or otherwise and to deal, buy, sell and hire / lease all apparatus and things required for or used in connection with generation, distribution, supply, accumulation of Solar Energy.

9. To carry on the business of consultants, advisors, auctioneers for all types of Solar Energy Plants and to undertake research and development in the field of solar energy and other allied fields and in this regard undertake Engineering, Procurement and Construction of Solar based Projects for residential and industries and design, engineer procurement of materials, construction and commissioning of solar power systems and manufacture and deal in Solar UPS (Urgent Power Supply) systems.

10. To carry on the business of manufacture, assemble, purchase, import, export and otherwise deal in India or abroad in all types of cells, batteries, energy storage devices, conversion and generation devices, appliances, gadgets, equipment and products, including power packs, power supplies; generators, solar panels, chargers and sub-assemblies, components, parts and accessories thereof."

By Order of the Board of the Directors

Date: 30.08.2024

Place: Ahmedabad

ArMee Infotech Limited

Purnima Jain

Purnima Jain
Company Secretary & Compliance Officer
(Membership No. A34071)

Registered Office:
ARMEE INFOTECH LIMITED
[Formerly known as Armee Infotech Private Limited]
CIN: U72100GJ2011PLC063953
17, Goyal Intercity, B/h Drive in Cinema,
Thaltej Road, Ahmedabad 380058

Phone: 079-49114911
Website: www.armeeinfotech.com
Email id: cs@armeeinfotech.com

NOTES:

1. A member entitled to attend and vote at the Fourteenth Annual General Meeting is entitled to appoint a proxy to attend and, on a poll, to vote instead of himself/herself. A proxy need not be a member of the Company. The instrument appointing proxy to be effective, should be deposited at the registered office of the company at least 48 hours before the time of commencement of the meeting.
2. Explanatory statement pursuant to Section 102(1) of the Companies Act, 2013, is annexed hereto.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Special Business Item No. 1: Amendment of Object Clause of the Memorandum of Association of the Company

The Company proposes to expand its business into power, energy, logistics and related business activities and providing the services and solutions related to the same in this regard it is necessary to insert object clauses related to said proposed business activities in Object Clause III(A) of the Memorandum of Association (MOA) of the Company.

The Board recommends for member's approval the Special Resolution as set out at Item No. 1 of special business stated in the Notice.

In this regard under the provisions of Section 4 and Section 13 of the Companies Act, 2013, the Company may amend and alter the Object Clause of MOA as set out in the Special Resolution put before the Members of the Company and the said alterations/amendments are subject to approval of the Registrar of Companies, Gujarat and other statutory or regulatory authority as may be necessary.

A copy of the MOA together with the proposed alterations is available for inspection by the Members of the Company at its Registered Office during normal business hours on all working days up to the date of the Meeting.

None of the Directors, their relatives and Key Managerial Personnel of the Company is interested in the above resolution except to the extent of their shareholding, if any.

DIRECTORS' REPORT

Your directors have the pleasure in presenting the 14th Board's Report on the business and operations of your Company together with the Audited Financial Statements for the financial year ended March 31, 2024.

1. **Performance of the Company:**

Your company's performance during 2023-2024 is summarized below:

(Amount in Lakhs)

Particulars	**2023-24 (Consolidated) Amt in Rs.**	**2023-24 (Standalone) Amt in Rs.**	**2022-23 Amt in Rs.**
Revenue from Operations	1,02,057.47	1,00,452.26	50,269.51
Other Income	341.87	326.36	1,297.91
Total Income	**1,02,399.34**	**1,00,778.62**	**51,567.42**
Total Expenditure	94,899.89	93,595.10	48,565.46
Depreciation	453.38	451.01	459.52
Finance Cost	667.82	657.54	592.48
Net Profit before Income Tax	**6378.25**	**6074.97**	**1949.96**
Current Tax	1,409.64	1388.73	544.05
Deferred Tax	(35.13)	(75.56)	(173.74)
Excess Provision for Current Tax of Earlier Year	(9.30)	(8.99)	(77.81)
Total Tax Expense	1,365.21	1,304.18	292.50
Net Profit	**5,013.04**	**4,770.79**	**1,657.46**

2. **State of Company's affairs:**

Your directors wish to inform you that the Company has achieved revenue of Rs. **1,02,057.47 lakhs** this year as against Rs. **50,269.51 lakhs** in the previous year. Your Company has earned net profit of Rs. **5,013.04 lakhs** as against net profit of Rs. **1,657.46 lakhs** for the previous year. The Company is in the process of exploring new growth opportunities.

3. **Finance:**

During the year under review, the company has obtained loan from bank, financial institutions, and directors of the Company and repayment of the said loans is as per the schedule. The details regarding the borrowed funds has been specified in the financials of the Company .

4. **Dividend:**

In order to strengthen the financial position of the Company, your directors do not recommend any dividend for the year ended 31st March, 2024.

5. **Share Capital:**

   a. <u>Alteration of Authorised Share Capital</u>

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Tel: 079-49114958, GSTIN 24AAECB4165A1Z9

i. During the year under review:

The Authorized Share Capital of the Company was increased from Rs. 5,00,00,000/- to Rs. 40,00,00,000/- by creation of additional 3,50,00,000 Equity shares of Rs. 10/- each.

b. Alteration of Paid-Up Share Capital

i. During the year under review:

The Paid-Up Share Capital of the Company was increased from Rs. 3,95,52,310/- to Rs. 23,73,13,860/- by allotment of 1,97,76,155 Equity Shares of Rs. 10/- each as Bonus Shares in the ratio of 5 : 1 (i.e. 5 (Five) fully paid up equity shares for every 1(One) equity share.

ii. 1,97,76,155 Equity Shares of Rs. 10/- each were issued as Bonus shares through capitalization of Rs. 19,77,61,550/- i.e. the amount standing to the credit of Reserves account of the Company.

c. Dematerialization of the entire Shareholding of Promoters

With reference to the MCA notification dated September 10, 2018 regarding amendment to the Companies (Prospectus and Allotment of Securities) Rules, 2014, Entire holding of securities of our promoters have been dematerialized by 6th March 2024.
ISIN Details of the Equity Shares is INE0TWE01016.

6. Transfer to Reserves:

The Company has not transferred any amount to the reserves.

7. Directors:

During the year under review, following changes were made in the composition of Board of Directors of the Company:

i. Appointment:

1. Appointment of Mrs. Ami Ridhish Patel as an Executive Director of the Company w.e.f. 18-01-2024.

ii. Re-designation:

1. Re-designation of Mr. Ridhish K Patel from 'Director' to 'Managing Director' of the Company for a period of 5 years w.e.f. 01.02.2024 to 31.01.2029.

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iii. Appointment of a Regular Chairman

Mr Ridhish Kiritbhai Patel, Director got appointed as Mr Ridhish Kiritbhai Patel, Director as a regular Chairman of the Company w.e.f. 3rd May 2024.

iv. Appointments made after the reporting period but before the date of this Report:

a. Appointment of Mr. Sujit Gulati, as an Independent Director for 5 consecutive years from 22nd April, 2024 to 21st April, 2029.

b. Appointment of Mr. Dukhabandhu Rath, as an Independent Director for 5 consecutive years from 22nd April, 2024 to 21st April, 2029.

c. Appointment of Mr. Sudhin Bhagwandas Choksey, as an Independent Director for 5 consecutive years from 22nd April, 2024 to 21st April, 2029.

d. Appointment of Mr. Preet Prakashbhai Shah, as an Independent Director for 5 consecutive years from 22nd April, 2024 to 21st April, 2029.

v. Resignation [After the reporting period]

a. Resignation of Mr. Kiritbhai C Patel as the Director of the Company with effect from closing hours of 3rd May, 2024.

8. Change in Key Managerial Personnel:

Following changes were made in the Key Managerial Personnel of the Company during and after the reporting period:

a. Appointment of Mr. Nirajkumar Malaviya as Company Secretary cum Compliance Officer w.e.f. 7th February, 2024.

b. Appointment of Ms. Aruna Maheshwari as Chief Financial Officer w.e.f. 12th February, 2024

c. Resignation of Mr. Nirajkumar Malaviya w.e.f. 8th May, 2024 [after the reporting period]

d. Appointment of Ms. Purnima Jain as the Company Secretary and Compliance Officer w.e.f. 9th May, 2024 [after the reporting period].

9. A statement on declaration given by independent Directors under sub-section (6) of section 149

Independent Directors of the Company were appointed after the reporting period and the aforementioned statement has been given by all the appointed Independent Directors.

10. Company's policy on Directors' appointment

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Company's policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters as provided under sub-section (3) of section 178 was framed by the Company after the reporting period and the salient features of the same and the complete policy is available on the website of the Company i.e. https://armeeinfotech.com/investors/.

11. Number of Meetings of the Board of Directors:

During the year, the Board of Directors held 7 (seven) meetings as given in the table below.

Sr. No.	Date of Board Meeting	No. of Directors present at the meeting
1.	30th May, 2023	2
2.	25th June, 2023	2
3.	10th October, 2023	2
4.	15th December, 2023	2
5.	25th December, 2023	2
6.	18th January, 2024	2
7.	12th February, 2024	3

12. Particulars of Loans, Guarantees and or Investments:

During the year under review, the Company has given loans and made investments as per the provisions of Section 186 of the Companies Act, 2013.

13. Related Party Transactions:

The contracts or arrangements entered into by the Company with related parties as required by section 188(1) of the Companies Act, 2013 is in the ordinary course of business and at arms length basis.

14. Deposits:

The company has accepted Loan from Directors and relatives of Directors as per the provisions of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

15. Weblink Of Annual Return

The extract of Annual Return is no longer required to be attached with the Director's Report u/s 134(3)(a) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management & Administration) Rules, 2014 vide notifications issued by Ministry of Corporate Affairs (MCA) dated 28/08/2020 and 05/03/2021.
Pursuant to Sub-section 3(a) of Section 134 and Sub-section (3) of Section 92 of the Companies Act, 2013 read with Rule 12 of Companies (Management and Administration) Rules, 2014, the copy of the Annual Return of the Company for the Financial Year ended on 31.03.2024 in the Form MGT-7 is available on the website of the Company. Website link : https://armeeinfotech.com/investors/
The link to access the Annual Return is
https://armeeinfotech.com/wp-content/uploads/2024/09/Annual-Return-2024.pdf

16. Insurance

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All the assets of the Company are adequately insured.

17. Subsidiaries and Joint Venture:

The Company is neither a subsidiary nor a holding Company and it has no joint venture.

However, during the year under review, the Company acquired "Armee Technology Services Private Limited as its wholly -owned subsidiary.

18. Particulars of Employees:

During the year, there were no employees of the company:

i. who were employed throughout the financial year and were in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees;

ii. who were employed for a part of the financial year and were in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month.

19. Changes in the nature of Business:

There is no change in the nature of business of the Company.

20. Committees of Board of Directors of the Company:

The following committees have been constituted by the Company after the reporting period but before the date of this report:

1.

IPO Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**
3rd May, 2024	Ridhish Kiritbhai Patel	Chairman	Managing Director
	Ami Ridhish Patel	Member	Director
	Sudhin Bhagwandas Choksey	Member	Independent Director

2.

Audit Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**

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3rd May, 2024	Sudhin Bhagwandas Choksey	Chairman	Independent Director
	Preet Prakashbhai Shah	Member	Independent Director
	Dukhabandhu Rath	Member	Independent Director

3.

Nomination and Remuneration Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**
3rd May, 2024	Sujit Gulati	Chairman	Independent Director
	Dukhabandhu Rath	Member	Independent Director
	Sudhin Bhagwandas Choksey	Member	Independent Director

4.

Stakeholders Relationship Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**
3rd May, 2024	Dukhabandhu Rath	Chairman	Independent Director
	Preet Prakashbhai Shah	Member	Independent Director
	Ridhish Kiritbhai Patel	Member	Managing Director

5.

Re-constitution of Corporate Social Responsibility Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**
3rd May, 2024	Ridhish Kiritbhai Patel	Chairman	Managing Director
	Sudhin Bhagwandas Choksey	Member	Independent Director
	Sujit Gulati	Member	Independent Director

21. Corporate Social Responsibility and the initiatives taken by the Company:

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As per the relevant provisions of Section 135 of the Companies Act, 2013, and rules thereof, your company falls under the criteria of minimum net profits of Rs.5 crore and is required to undertake CSR projects and spend 2% of the average net profits of last 3 years.

In this regard the Board of Directors has formulated a separate CSR policy with regard to determining nature of CSR projects, its modus operandi, and total amount to be set aside for its execution based on average of 2% of net profits earned during previous 3 financial years.

Annual Report on CSR Activities for the financial year 2023-24 is annexed as **Annexure A.**

22. Material Changes and commitments if any, affecting the financial position of the Company:

Apart from the other material changes as specified in the other parts of this report, following material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which the financial statements relate, i.e. 31st March, 2024 and the date of this Report:

i. Conversion of the status of the Company from Private Limited to Public Limited and consequent change in the name of the Company

The Company received a Fresh Certificate of Incorporation consequent upon conversion to public company on 24th April, 2024 and consequently the name of the Company changed from Armee Infotech Private Limited to Armee Infotech Limited.

ii. Initial Public Offer: [under process]

The Company is in process to undertake an Initial Public Offer of Equity Shares and to create, issue, offer and allot and/or transfer Equity Shares which shall include a fresh issue of Equity Shares of face value of Rs. 10/- each of the Company (the "Issue") in the Issue, for cash either at par or premium such that the amount being raised pursuant to the Fresh Issue aggregates up to Rs. 25,000 lakhs in terms of the SEBI ICDR Regulations at a price to be determined by the Company in consultation with BRLMs by the book building process in terms of the SEBI ICDR Regulations or otherwise in accordance with Applicable Laws, at such premium or discount per Equity Share as allowed under Applicable Laws.

The Company has already filed its Draft Red Herring Prospectus with the Securities and Exchange Board of India (SEBI) on 22nd of June, 2024 and has filed In -Principle Application with National Stock Exchange (NSE), and Bombay Stock Exchange (BSE).

Following this submission, Company has received several queries from these regulatory bodies. Each inquiry was reviewed and ensured that all responses were provided promptly and within the required timeframes.

The Initial Public Offer of Equity shares was proposed and approved by the Board of Directors in their meeting held on 3rd May, 2024 and the same was approved by the Shareholders in their Extra- Ordinary General Meeting held on 9th May, 2024.

iii. Approval of ArMee ESOP Plan 2024

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The Board of Directors, in their meeting held on, 7th May, 2024 had approved the Armee ESOP Plan 2024 and had further approved to create, offer, issue and allot in one or more tranches under the said Scheme at any time or for the benefit of employees (as defined under the Scheme) of the Company for such number of stock options/equity shares (hereinafter collectively referred to as "New Securities") of the Company not exceeding 2,25,000 (Two Lakh Twenty Five Thousand) in aggregate, at such price and on such terms and conditions as may be fixed or determined by the board of directors of the Company in accordance with the Companies Act, 2013 and/or other applicable provisions of any law as may be prevailing at that time.

The said plan was further approved by the Shareholders of the Company in their Extra-Ordinary General Meeting held on 9th May, 2024.

23. Responsibility Statement:

The Directors confirm that:

(a)in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b)we had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended on 31stMarch, 2022 and of the profit and loss of the company for that period;

(c)proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d)the Directors had prepared the annual accounts on a going concern basis; and

(e)the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

24. Statutory Auditors:

M/s. Kantilal Patel & Co., Chartered Accountants, Ahmedabad, (Firm Registration No. 104744W) the Auditors of the company are eligible for appointment /reappointment and has received consent and certificate from the said Auditors to the effect that their re-appointment, if made, would be within the specified limits under the Companies Act, 2013. The Board recommends their reappointment.
Auditors had not made any qualification or did not make any adverse remark in their report regarding financial statements. Therefore, there is no need for any clarification or any comment on Auditors report.

25. Details in respect of frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government

The Auditors of the Company have not reported any such frauds during the reporting period.

26. There were no qualification, reservation or adverse remark or disclaimer made by the Statutory Auditors of the Company in their report.

27. Orders by Regulators, Courts or Tribunals:

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No significant and/or material orders were passed by any Regulator, Court or Tribunal impacting the going concern status and the Company's operations in future.

28. Sexual harassment of women at work place:

There were no incidences of sexual harassment reported during the year under review, in terms of the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

29. Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo:

As required under section 134 (3) (m) of the Companies Act, 2013 and the rules made therein, the concerned particulars relating to, the company has no activities relating to conservation of energy , all the measures have been taken to conserve the energy .

Company does not engage in such business to undertake any Technology Absorption. During the year under the review, the company had no foreign exchange earnings and/or foreign exchange outgo.

30. Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code ,2016 during the year and their status as at the end of the Financial Year

During the year under review there are no applications made/pending by or against the company under the Insolvency and Bankruptcy code, 2016.

31. Details of difference between amount of the valuation done at the time of One Time Settlement and the Valuation Done while taking loan from the Banks or Financial Institutions along with the reasons there of:

During the year under review there were no settlement instances arose which required to provide details of difference in valuation done pursuant to One time Settlement and valuation done at the time of disbursement of loan from the bank.

32. Risk Management Policy:

The Management regularly reviewed the risk and take appropriate steps to mitigate the risk. The company has in place the Risk Management policy. The Company has a robust Business Risk Management (BRM) framework to identify, evaluate business risks and opportunities. This framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage.

33. Internal Financial Controls:

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and those transactions are authorized, recorded and reported correctly.

34. Cost Records:

The Company does not fall under the criteria of maintaining cost records for the year under review.

35. Secretarial Standards:

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Secretarial Standards for the Board and General Meetings (SS-1 & SS-2) are applicable to the Company. The Company has complied with the provisions of both these Secretarial Standards.

36. Appreciation:

Your directors wish to place on record their appreciation for the support received from all the shareholders, staff, suppliers, Bankers, professionals and all other people who were associated with the company for the continued support extended by them while working with the company.

By order of the Board of Directors

Ridhish Kiritbhai Patel
Chairman
(DIN No. : 02876453)

ArMee Infotech Limited *

Date : 30-08-2024
Place : Ahmedabad

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ANNEXURE A

1. **Brief outline on CSR Policy of the Company:**

   The Corporate Social Responsibility Policy (CSR Policy) has been framed in accordance with the provisions of Section 135 of the Companies Act, 2013 ("Act") and read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and Schedule VII of the Act as amended from time to time. The Company's CSR Policy ensures that the Company is committed to operate its business in an economically, socially and environmentally sustainable manner, while recognizing the interests of all its stakeholders and to impact the society with its efforts towards CSR.

2. **Composition of CSR Committee:** As per the requirements of Section 135 of the Act pertaining to Corporate Social Responsibility ("CSR"), the Company has duly constituted a Corporate Social Responsibility Committee ("CSR Committee"), which comprises of following:

Sr. No.	Name	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Ridhish Kiritkumar Patel	Chairman	1	1
2.	Kiritbhai Chimanbhai Patel	Member	1	1

a. The CSR Committee was reconstituted after the reporting period as follows:

Re-constitution of Corporate Social Responsibility Committee			
Date of Constitution of the Committee	**Members of the Committee**	**Designation in the Committee**	**Designation in the Company**
3rd May, 2024	Ridhish Kiritbhai Patel	Chairman	Managing Director
	Sudhin Bhagwandas Choksey	Member	Independent Director
	Sujit Gulati	Member	Independent Director

1. 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:

   https://armeeinfotech.com/investors/

2. (a) Average net profit of the company as per sub-section (5) of section 135:

   Rs. 11,18,12,643

   (b) Two percent of average net profit of the company as per sub-section (5) of section 135:

Rs 22,36,254

(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years:

NA

(d) Amount required to be set-off for the financial year, if any:

NA

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

Rs 22,36,254

3. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project):

Rs 142,724

(b) Amount spent in administrative overheads: NA

(c) Amount spent on Impact Assessment, if applicable: NA

(d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 142,724

(e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (In Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
142,724	20,93,530	30-04-2024			

(f) Excess amount for set off, if any: N.A.

4. Details of Unspent CSR amount for the preceding three financial years:

(CIN No. U72100GJ2011PLC063953)
Regd. Office: 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad-380058
Email ID: cs@armeeinfotech.com, Website Address: www.armeeinfotech.com
Tel: 079-49114958, GSTIN 24AAECB4165A1Z9

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Balance Amount in Unspent CSR Account under sub - section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs)	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	Date of Transfer		
1	2021-22	928,379	-	70,400	-	-	8,57,979	
2	2022-23	45,324	-		-	-	45,324	
3	2023-24	20,93,530	-		-	-	20,93,530	

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

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

For and on behalf of board of directors/On behalf of CSR Committee

Ridhish K Patel
(Chairman of CSR Committee)
(DIN:02876453)

Date: 30-08-2024

Place: Ahmedabad

ArMee Infotech Limited

(CIN No. U72100GJ2011PLC063953)
Regd. Office: 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad -380058
Email ID: cs@armeeinfotech.com, Website Address: www.armeeinfotech.com
Tel: 079-49114958, GSTIN 24AAECB4165A1Z9

ANNEXURE- 2

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms' length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

Sr. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	There were no Transactions or Arrangements which were not at Arm's Length Basis.
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts /arrangements / transaction	
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of material contracts or arrangements or transactions at arm's length basis.

Sr. No.	Particulars	Details
a)	Name (s) of the Related Party & nature of Relationship.	
b)	Nature of contracts / arrangements / transaction.	
c)	Duration of the contracts / arrangements / transaction	Elaborated in the Financials of the Company
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Date of approval by the Board, if any	
f)	Amount paid as advances, if any	

By the Order of the Board
For Armee Infotech Limited

Ridhish Kiritbhai Patel
Chairman
(DIN No. : 02876453)

ArMee Infotech Limited

Date: 30.08.2024
Place: Ahmedabad

(CIN No. U72100GJ2011PLC063953)
Regd. Office: 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad -380058
Email ID: cs@armeeinfotech.com, Website Address: www.armeeinfotech.com
Tel: 079-49114958, GSTIN 24AAECB4165A1Z9

Independent Auditor's Report
To the members of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited) (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as ' standalone financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act"), in the manner so required, and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

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

KPLC AHMEDABAD

UDIN: 24153599BKDKKU1441

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditors' responsibilities relating to other Information'. We have nothing to report in this regard.

Management's responsibility for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act and the rules thereunder, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's responsibilities for the audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes

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our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, make it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning

KANTILAL PATEL & CO. AHMEDABAD CHARTERED ACCOUNTANTS

UDIN: 24153599BKDKKU1441

the scope of our audit work and in evaluating the results of our work: and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

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, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, based on our audit, we report that:

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

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   (c) The Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended dealt with by this Report are in agreement with the books of account.

   (d) In our opinion, the standalone financial statements comply with the Ind AS specified under section 133 of the Act and the Rules thereunder, as amended.

   (e) On the basis of the written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of section 164(2) of the Act.

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(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to the financial statements and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B' to this report.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended, we report that to the best of our information and according to the explanations given to us, remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

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

(i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. Please refer Note No. 30.

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) The Company was not required to transfer any amount to the Investor Education and Protection Fund during the year.

(iv) (a) The management has represented 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, 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 person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of

AHMEDABAD ACCOUNTANTS

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

(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 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.

(v) The Company has not declared or paid dividend during the year, and hence, reporting under sub-clause (f) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014, is not applicable.

(vi) Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

For **Kantilal Patel & Co.**
Chartered Accountants
Firm's Registration No.: 104744W

KANTILAL PATEL & CO. "KPC House", Besides High Court Auditorium Gate, Sola, Ahmedabad 380060 CHARTERED ACCOUNTANTS

Jinal A. Patel
Partner
Membership No.: 153599

Place: Ahmedabad
Date: August 30, 2024

UDIN: 24153599BKDKKU1441

Annexure A to the Independent Auditor's Report of even date on the Standalone Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Armee Infotech Limited (formerly known as Armee Infotech Private Limited))

To the best of our information and according to the explanations provided to us by the Company and the books of accounts and the records examined by us in the normal course of audit, we state that:

(i) In respect of the Company's Property, Plant and Equipment:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and the relevant details of right-of-use assets.

(B) The Company does not have intangible assets during the year and hence, reporting under Clause 3(i)(a)(B) is not applicable.

(b) The Company has a program of physical verification of Property, Plant and Equipment, so as to cover all the assets every year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, Property, Plant and Equipment due for verification during the year were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) Based on our examination of the property tax receipts and lease agreement(s) for assets on lease, registered sale deed/ transfer deed/ conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the standalone financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) Physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.

(b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate from banks on the basis of security of current assets. The quarterly returns/statements filed by the Company with such banks are in agreement with the books of account of the Company.

(iii) The details required to be indicated as per clause 3(iii) of the Order, are as under:

(a) During the year the Company has provided loans to Limited Liability Partnerships and other parties as below:

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Annexure A to the Independent Auditor's Report of even date on the Standalone Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

(₹ in Lakhs)

Particulars	Loans
Aggregate amount granted during the year	
- Other Parties	307.00
Balance outstanding as at balance sheet date in respect of above - Other Parties	282.00

(b) The terms and conditions of the grant of the loans and advance in the nature of loan, during the year are, in our opinion, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted, the schedule of repayment of principal has not been stipulated in the agreement since they are interest free and repayable on demand. In respect of a loan granted to a Limited Liability Partnership, the schedule of repayment of principal and payment of interest has not been stipulated in the agreement since it is repayable on demand. Hence, we are unable to make a specific comment on the regularity of repayment of principal and payment of interest.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan given falling due during the year, which has been renewed or extended or fresh loans given to settle the overdues of existing loans given to the same party.

(f) As mentioned above, the Company has granted loans, either repayable on demand and or without specifying any terms or period of repayment to companies and Limited Liability Partnerships which are not related parties. No loans were granted during the year to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

(iv) The Company has complied with the provisions of sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the operations of the Company.

(vii) In respect of statutory dues:

(a) In our opinion, the Company has generally been regular in depositing the undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other material statutory dues, as applicable, to the appropriate authorities.

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There were no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and other material statutory dues, as applicable, in arrears as at March 31, 2024 for a period of more than six months from the date they became payable except as given below:

Name of the Statute	Nature of the Dues	Amount (₹ in lakhs)	Period to which the amount relates	Due Date	Date of Payment
The Employees Provident Funds and Miscellaneous Provisions Act, 1952	Provident Fund	1.22	April 2023 to September 2023	Various dated till October 15, 2023	July 29, 2024

(b) The details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024 on account of disputes are given below:

Name of the Statute	Nature of the Dues	Amount (₹ in lakhs)	Period to which the amount relates	Forum where dispute is pending
Income-tax Act,1961	Income tax	18.61	A.Y. 2017-18	CIT (Appeal)
Income-tax Act,1961	Income tax	5.33	A.Y. 2021-22	CIT (Appeal)
Income-Tax Act, 1961	Income Tax	1.2	AY 2022-23	Assessing Officer
Central Goods and Services Tax Act, 2017	Goods and Service Tax	30.90	F.Y. 2018-19	Commissioner of Central Tax Audit

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (43 of 1961).

(ix) (a) The Company is regular in repayment of loans or other borrowings or in payment of interest thereon to lenders.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or government authority.

(c) The Company has utilised the money obtained by way of term loans during the year for the purpose for which they were obtained.

(d) According to the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

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Annexure A to the Independent Auditor's Report of even date on the Standalone Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.

(c) As represented to us by the management of the Company, there are no whistle blower complaints received by the Company during the year.

(xii) In our opinion, the Company is not a Nidhi company. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion, the Company is in compliance with Section 177 and Section 188 of the Act with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

(xiv) (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion, during the year, the Company has not entered into non-cash transactions with directors or persons connected with its directors, and hence, provisions of section 192 of Act are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clauses 3(xvi)(a), (b), and (c) of the Order is not applicable to the Company.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence, reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

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Annexure A to the Independent Auditor's Report of even date on the Standalone Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of directors and management plans, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Act in compliance with the second proviso to sub-section (5) of Section 135 of the Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable.

(b) In respect of ongoing projects, the Company has transferred unpent Corporate Social Responsibility (CSR) amount as at the end of the previous financial year, to a special account within a period of thirty days from the end of the financial year in compliance with the provisions of sub-section (6) of Section 135 of the Act.

For **Kantilal Patel & Co.**,
Chartered Accountants
Firm's Registration No.: 104744W

KANTILAL PATEL & CO. "KPC House", Besides High Court Auditorium Gate, Sola, Ahmedabad 380060 CHARTERED ACCOUNTANTS

Jinal A. Patel
Partner
Membership No.: 153599

Place: Ahmedabad
Date: August 30, 2024

UDIN: 24153599BKDKKU1441

Annexure B to the Independent Auditor's Report of even date on the Standalone Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

(Referred to in paragraph 2(f) under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Armee Infotech Limited (formerly known as Armee Infotech Private Limited))

Report on the internal financial controls with reference to the standalone financial statements under section 143(3)(i) of the Act

We have audited the internal financial controls over financial reporting of the Company as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

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

Auditor's responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the SAs prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those SAs 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 with reference to the standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to the standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external

KANTILAL PATEL & CO. AHMEDABAD CHARTERED ACCOUNTANTS

UDIN: 24153599BKDKKU1441

purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these standalone financial statements 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 the standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the standalone financial statements.

Inherent limitations of internal financial controls over financial reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to the standalone financial statements and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **Kantilal Patel & Co.**,
Chartered Accountants
Firm's Registration No.: 104744W

Jinal A. Patel
Partner
Membership No.: 153599

KANTILAL PATEL & CO. "KPC House", Besides High Court Auditorium Gate, Sola, Ahmedabad 380060 CHARTERED ACCOUNTANTS

Place: Ahmedabad
Date: August 30, 2024

UDIN: 24153599BKDKKU1441

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
CIN - U72100GJ2011PLC063953

Standalone Balance Sheet as on March 31, 2024

(₹ in lakhs)

Particular	Note No.	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
ASSETS				
Non - Current Assets				
Property, Plant and Equipment	3(A)	837.33	1,091.71	1,513.03
Right of Use Asset	3(B)	3.23	7.10	10.97
Intangible Assets	3(C)	-	-	-
Financial Assets				
(i) Investments	4	215.85	21.81	21.81
(ii) Other Financial Assets	5	2,186.86	812.15	86.28
Non-Current Tax Assets (Net)	6	267.80	94.23	217.09
Deferred Tax Assets	17	177.19	101.02	-
Other Non-Current Assets	12	-	-	2.59
Total Non - Current Assets		3,688.26	2,128.02	1,850.77
Current Assets				
Inventories	7	3,534.12	724.01	1,946.86
Financial Assets				
(i) Trade receivables	8	28,089.23	10,971.78	4,613.88
(ii) Cash and Cash equivalents	9	2,128.05	46.07	24.15
(iii) Other Bank Balances	10	1,636.23	746.13	1,186.23
(iv) Loans	11	515.94	472.98	763.91
(v) Other Financial Assets	5	22,348.41	5,839.89	1,376.23
Other Current Assets	12	4,042.54	673.62	679.47
Total Current Assets		62,296.57	19,476.58	10,590.73
Total Assets		65,984.83	21,604.60	12,441.50
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital	13	2,373.14	395.52	395.52
Other Equity	14	7,065.65	4,274.25	2,613.13
Total Equity		9,438.79	4,669.77	3,008.65
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings	15(A)	1,057.24	353.53	741.57
(ii) Lease Liabilities	15(B)	-	3.73	7.68
Provisions	16	445.64	499.29	17.99
Deferred Tax Liabilities	17	-	-	71.49
Other Non Current Liabilities	18	444.49	-	1,248.30
Total Non-Current Liabilities		1,947.27	856.55	2,087.03
Current Liabilities				
Financial Liabilities				
(i) Borrowings	15(A)	1,418.36	2,854.72	1,839.46
(ii) Lease Liabilities	15(B)	3.73	3.95	3.40
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises	19	1,969.70	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises	19	49,654.54	12,647.07	4,984.81
(iv) Other Financial Liabilities	20	429.91	7.61	3.81
Provisions	16	119.30	147.64	9.21
Other Current Liabilities	18	1,003.23	387.41	437.74
Current Tax Liabilities (Net)	17	-	29.88	67.39
Total Current Liabilities		54,598.77	16,078.28	7,345.82
Total Equity and Liabilities		65,984.83	21,604.60	12,441.50

The summary of material accounting policies and other explanatory information are an integral part of these financial statements — 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL K. PATEL
Partner
Membership No. 153599

Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Ami R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
Membership No: 412770
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Standalone Statement Of Profit And Loss For The Year Ended March 31, 2024

(₹ in lakhs)

Particular	Note	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations	21	1,00,452.26	50,269.51
Other Income	22	326.36	1,297.91
Total Income		1,00,778.62	51,567.42
Expenses:			
Purchase of Stock in Trade	23	86,461.43	36,510.67
Changes In Stock in Trade	24	(2,810.16)	1,222.85
Employee Benefits Expense	25	4,014.99	3,739.55
Finance Costs	26	657.54	592.48
Depreciation & Amortisation Expenses	3	451.01	459.52
Other Expenses	27	5,928.84	7,092.39
Total Expenses		94,703.65	49,617.46
Profit before Tax		6,074.97	1,949.96
Tax Expenses:			
Current Tax	17	1,388.73	544.05
Excess Provision of Earlier Year		(8.99)	(77.81)
Deferred Tax	17	(75.56)	(173.74)
Total Tax Expense		1,304.18	292.50
Net Profit after Tax		4,770.79	1,657.46
Other Comprehensive Income/(Loss)			
Items that will not be Reclassified to Profit or Loss			
Re-Measurements (Loss)/Gain of Defined Benefit Plans		(2.37)	4.89
Income Tax Effect	14	0.60	(1.23)
Total Other Comprehensive Income/(Loss) for the year		(1.77)	3.66
Total Comprehensive Income		4,769.02	1,661.12
Earnings Per Share (in ₹) (Face Value of ₹ 10 each, P.Y. ₹ 10 each)	28		
- Basic		20.10	6.98
- Diluted		20.10	6.98

The summary of material accounting policies and other explanatory information are an integral part of these financial statements — 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Arni R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
Membership No: 412770
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
CIN - U72100GJ2011PLC063953

Standalone Statement Of Cash Flows For The Year Ended March 31, 2024

(₹ in lakhs)

	Particulars	Year Ended March 31, 2024	For the year ended March 31, 2023
A	**Cash flow from Operating activities**		
	Profit before tax	6,074.97	1,949.96
	Adjustment for non cash items :		
	Depreciation & Amortisation Expense	451.01	459.52
	Provision for doubtful debts (net)	96.13	-
	Finance charges	513.47	479.00
	Interest Income	(86.41)	(91.02)
	Dividend Income*	(0.02)	(0.02)
	Balances written back	(166.02)	(1,206.80)
	Depreciation written back	-	-
	Profit on Sale of Property, Plant and Equipment	(2.34)	-
	Fair valuation of investment	(9.02)	-
	Provision for Contingencies and Claims	(57.57)	609.27
	Foreign exchange fluctuation loss/(gain)	-	(0.07)
	Operating Profit before working capital changes	6,814.20	2,199.84
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	(2,810.16)	1,222.85
	Trade receivables	(17,213.58)	(6,357.90)
	Loans and Advances (Current & Non-Current)	(42.96)	290.93
	Other current financial assets	(16,484.84)	(4,520.00)
	Other current assets	(3,368.92)	5.85
	Other non-current assets	-	2.59
	Other non-current financial assets	(471.76)	(726.87)
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade payables	39,143.19	7,662.33
	Current Provisions	(28.34)	10.16
	Other Financial liabilities	416.93	-
	Other current liabilities	615.82	(50.33)
	Other non current liabilities	444.49	(41.60)
	Non-current provisions	3.82	5.18
	Cash generated from/(used in) operations	7,047.89	(296.87)
	Direct taxes paid (Net)	(1,585.56)	(380.89)
	Net cash generated from / (used in) Operating activities	**5,462.33**	**(677.76)**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant and Equipment and Intangible Assets (including capital advances)	(209.97)	(35.02)
	Proceeds from sale of Property, Plant and Equipment	19.55	0.70
	Investment in Subsidiary	(185.29)	-
	Redemption of Investment	0.26	-
	Redemption of / (Investment in) deposits with banks (net)	(1,793.05)	438.10
	Interest received	32.83	147.26
	Dividend Income*	0.02	0.02
	Net cash generated from / (used in) Investing activities	**(2,135.65)**	**551.06**
C	**Cash flow from financing activities**		
	Payment of lease liabilities	(4.45)	(4.23)
	Proceeds / (Repayment) of current borrowings (net)	(1,436.36)	1,015.26
	Finance charges paid	(507.60)	(474.37)
	Proceeds / (Repayment) of non current borrowings (net)	703.71	(388.04)
	Net cash generated from / (used in) Financing activities	**(1,244.70)**	**148.62**
	Net Increase / (decrease) in cash and cash equivalents	**2,081.98**	**21.92**
	Cash and Cash Equivalents - Opening Balance	46.07	24.16
	Cash and Cash Equivalents - Closing Balance	2,128.05	46.07

*Dividend Received on investment in Progressive Mercantile Co-Operative Bank

ARMEE INFOTECH LIMITED

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Note 1: The above cash flow statement has been prepared under the "Indirect method" as set out in Ind AS-7 "Statement of Cash flows".

Note 2: Cash and bank balances consist of Cash and cash equivalents - which includes cash on hand, balances with banks and other short-term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have original maturities of less than three months. These balances with banks are unrestricted for withdrawal and usage.

Note 3: Change in liability arising from financing activities:

(₹ in Lakhs)

Particulars	As at April 01, 2022	Cash Flow	Other changes	As at March 31, 2023
Non-current borrowings	741.57	(388.04)	-	353.53
Current borrowings	1,839.46	1,015.26	-	2,854.72
Interest	3.81	(474.37)	478.17	7.61
Lease liabilities	11.08	(4.23)	0.83	7.68
Total	**2,595.92**	**148.62**	**479.00**	**3,223.54**

(₹ in Lakhs)

Particulars	As at April 01, 2023	Cash Flow	Other changes	As at March 31, 2024
Non-current borrowings	353.53	703.71	-	1,057.24
Current borrowings	2,854.72	(1,436.36)	-	1,418.36
Interest	7.61	(507.60)	512.97	12.98
Lease liabilities	7.68	(4.45)	0.50	3.73
Total	**3,223.54**	**(1,244.70)**	**513.47**	**2,492.31**

Summary of material accounting policies. Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Rishish K. Patel
Managing Director
(DIN: 02876453)

Ami R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
Membership No: 412770
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Standalone Statement Of Changes In Equity

(a) EQUITY SHARE CAPITAL:

(₹ in lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
	Nos	Amount	Nos	Amount	Nos	Amount
Equity Shares of Rs.10/- each, Issued, Subscribed and Fully Paid-up: Outstanding at the beginning of the year	39.55	395.52	39.55	395.52	39.55	395.52
Bonus shares issued during Year	197.76	1,977.62	-	-	-	-
Equity Shares outstanding at the end of the Year*	**237.31**	**2,373.14**	**39.55**	**395.52**	**39.55**	**395.52**

* There are no prior period errors for the years ended March 31, 2023, April 01, 2022

(b) OTHER EQUITY:

(₹ in lakhs)

Particulars	Securities Premium	Retained earnings	Total
Balance as at April 01, 2022	**1,091.42**	**1,521.71**	**2,613.13**
Profit for the year	-	1,657.46	1,657.46
Other comprehensive income for the year			
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	-	3.66	3.66
Balance as at March 31, 2023	**1,091.42**	**3,182.83**	**4,274.25**
Profit for the year	-	4,770.79	4,770.79
Other comprehensive income for the year	-	-	-
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	-	(1.77)	(1.77)
Less: Utilised during the year for issue of Bonus Shares		(1,977.62)	(1,977.62)
Balance as at March 31, 2024	**1,091.42**	**5,974.23**	**7,065.65**

Summary of material accounting policies. Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

"KPC House", Besides High Court, ... Gate, ...abad

JINAL A. PATEL
Partner
Membership No. 163599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

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Membership No: 412770
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Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Notes to the Standalone Financial Statements

Material Accounting Policies to Financial Statements

1 a **Corporate information**

Established in 2011, ArMee Infotech Limited is a leading IT Infrastructure solutions and IT managed services company focused on Government, PSU and BFSI. Under IT Infrastructure solutions, company provide IT hardware and software (e.g. computers, servers, interactive panels and their peripherals), work on the installation and integration of the hardware and software, maintenance & functional training of the IT Infrastructure installed by company as per the client requirements. Under IT managed services, in addition to providing IT Infrastructure solutions , company provide technical manpower, skill development training and offer annual maintenance services.

The functional and presentation currency of the Company is Indian Rupee ("₹") which is the currency of the primary economic environment in which the Company operates.

The financial statements for the year ended March 31, 2024 were approved and authorised for issue by the Board of Directors on August 30, 2024.

b **Basis of Preparation of Financial Statements**

i) Statement of Compliance

(a) The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 ('the Act') read with Companies (Indian Accounting Standards) Rules, 2016 as amended from time to time. Presentation requirements of Division II of Schedule III to the Companies Act, 2013, "as amended", as applicable to the Financial Statements have been followed. The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements. The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which are measured at fair value as explained in the accounting policies below.
Upto the year ended March 31, 2022, the Company prepared its financial statements in accordance with generally accepted accounting principles in India, including accounting standards read with Section 133 of the Companies Act, 2013 notified under Companies (Accounting Standards) Rules, 2006 ("Previous GAAP"). These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 01, 2022.

(b) Certain comparative figures appearing in these financial statements have been regrouped and/ or reclassified to better reflect the nature of those items.

(c) The financial statements are presented in INR and all values are rounded to the nearest lakh (INR 00,000) as per the requirement of Schedule III, unless otherwise stated.

ii) Basis of Preparation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.
Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristic into account when pricing the asset or liability at the measurement date.
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:

1) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or Liabilities.
2) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
3) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(iii) Use of Estimates

The presentation of the financial statements are in conformity with the Ind AS which requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Such estimates and assumptions are based on management's evaluation of relevant facts and circumstances as on the date of financial statements. The actual outcome may differ from these estimates.
Estimates and underlying assumptions are reviewed on an on going basis. Revisions to the accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2 **Material accounting policies**

a **Current versus non-current classification**

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

An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle 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 expected to be settled in normal operating cycle,
- It is held primarily for the purpose of trading,
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non current.

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

Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or noncurrent classification of assets and liabilities.

b Property, plant and equipment

The Company has elected to regard previous GAAP carrying values of Property, plant and equipment as deemed cost at the date of transition to Ind AS.

An item of property, plant and equipment is recognised as an asset if it is probable that the future economic benefits associated with the item will flow to the Company and its cost can be measured reliably.

The initial cost of property, plant and equipment comprises its purchase price, non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Where, during any financial year, any addition has been made to any asset, or where any asset has been sold, discarded, demolished or destroyed, or significant components replaced; depreciation on such assets is calculated on a pro rata basis as individual assets with specific useful life from the month of such addition or, as the case may be, up to the month on which such asset has been sold, discarded, demolished or destroyed or replaced.

The Company reviews the residual value and useful life of an asset at least at each financial year-end and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate.

Depreciation on property, plant and equipment is provided on the straight-line method prescribed under Schedule II of the Act, computed on the basis of useful lives prescribed under Schedule II of the Act. For the following assets useful life is taken bases on technical evaluation of the property, plant and equipment by the management which are mentioned below:

Tangible assets	Useful life (years)
EPOS Devices	5

c Intangible assets

Recognition and initial measurement

The Company has elected to regard previous GAAP carrying values of Intangible assets as deemed cost at the date of transition to Ind AS.

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

Subsequent measurement (amortisation and useful lives)

All intangible assets are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives.

De-recognition

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

d Borrowing costs

Borrowing costs directly/generally attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest calculated using the effective interest method that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

e Inventories

Inventories are stated at lower of cost or net realisable value.

Net realisable value is the price at which the inventories can be realised in the normal course of business after allowing for the cost of conversion from their existing state to a finished condition and for the cost of marketing, selling and distribution.

f Foreign Currency Translation

Functional and Presentation Currency

The financial statements are presented in Indian Rupees and are rounded to two decimal places of Lakhs which is also the Company's functional currency.

Transactions in foreign currencies are initially recorded by the Company at its functional currency spot rates at the date the 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 as at reporting date are recognised in statement of profit and loss.

g Revenue recognition from sale of products and services

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. The Company has generally concluded that it is the principal in its revenue arrangements, except for certain specific services mentioned below, as it typically controls the goods or services before transferring them to the customer.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

The performance obligation in case of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

The performance obligation in case of service is satisfied over a period of time. Income in respect of service contracts, which are generally in the nature of providing maintenance and support services, are recognised in statement of profit and loss on straight line basis over the period of the performance obligation.

The Company provides preventive maintenance services and on-site maintenance on its certain products at the time of sale. These maintenance services are sold together with the sale of product. Contracts for such sales of product and preventive maintenance services comprise two performance obligations because the promises to transfer the product and to provide the preventive maintenance services are capable of being distinct. Accordingly, a portion of the transaction price is allocated to the preventive maintenance services and recognised as a contract liability. Revenue is recognised over the period in which the preventive maintenance services are provided based on the time elapsed.

h Other Income

Interest income

Interest income on financial assets is calculated using the effective interest method is recognised in the statement of profit and loss as part of other income.

Dividend Income

Dividend income from investment is accounted for when the right to receive is established, which is generally when shareholders approve the dividend.

i 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

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition. Trade Receivables are initially recognised at transaction price where that do not contain any significant portion of financing component. Transaction costs that are directly attributable to the acquisition or release of financial assets and financial liabilities respectively, which are not at fair value through profit or loss, are added to the fair value of underlying financial assets and liabilities on initial recognition. Trade receivables and trade payables that do not contain a significant financing component are initially measured at their transaction price.

Financial assets

Subsequent Measurement

Financial Assets are subsequently carried at amortized cost using the effective interest method.

Financial assets at amortised cost

A financial asset is subsequently measured at amortised cost which is held with objective 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.

De-recognition of financial assets

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Financial liabilities

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

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

j **Impairment of financial assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

k **Right-of-use assets and lease liabilities**

As a lessee

Classification of lease:

The Company's leased asset consist of leases for building and vehicle only. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

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

Recognition and initial measurement of right-of use assets:

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

Subsequent measurement of right-of-use asset:

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

Lease liabilities:

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments) and variable payments based on an index or rate. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

l **Cash and bank balances**

Cash and bank balances consist of:

- Cash and cash equivalents - which includes cash in hand, deposits held at call with banks and other short term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have maturities of less than three months from the date of such deposits. These balances with banks are unrestricted for withdrawal and usage.
- Other bank balances - which includes balances and deposits with banks that are restricted for withdrawal and usage.

m Cash Flow Statement

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

(i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;

(ii) non-cash items such as depreciation, provisions, and unrealised foreign currency gains and losses etc.; and

(iii) all other items for which the cash effects are investing or financing cash flows

n Employee Benefits

(i) Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences etc., and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

(ii) Post-Employment Benefits:

1. Defined Contribution Plans:

State governed Provident Fund Scheme and Employees State Insurance Scheme are defined contribution plans.

The contribution paid / payable under the schemes is recognised during the period in which the employees render the related services.

2. Defined Benefit Plans:

The Employee's Gratuity Fund Scheme and compensated absences is Company's defined benefit plans. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the 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.

For defined benefit plans, the amount recognised as 'Employee benefit expenses' in the Statement of Profit and Loss is the cost of accruing employee benefits promised to employees over the year and the costs of individual events such as past/future service benefit changes and settlements (such events are recognised immediately in rate to the net defined benefit liability or asset is charged or credited to 'Finance costs' in the Statement of Profit and Loss. Any differences between the interest income on plan assets and the return actually achieved and any changes in the liabilities over the year due to changes in actuarial assumptions or experience adjustments within the plans, are recognised immediately in 'Other comprehensive income' and subsequently not reclassified to the Statement of Profit and Loss.

All defined benefit plans obligations are determined based on valuations, as at the Balance Sheet date, made by independent actuary using the projected unit credit method. The classification of the Company's net obligation into current and non-current is as per the actuarial valuation report.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligations under the defined benefit plans, to recognise the obligation on net basis.

Gains or losses on the curtailment or settlement of any defined benefits plans are recognised when the curtailment or settlement occurs. Past service cost is recognised as expense on a straight-line basis over the average period until the benefits become vested.

(iii) Long Term Employee Benefits:

The employees' long term compensated absences are Company's defined benefit plans. The present value of the obligation is determined based on the actuarial valuation using the projected unit credit method as at the date of the balance sheet. In case of funded plans, the full value of plan assets is reduced from the gross obligation to recognise the obligation on the net basis.

o Provisions and Contingencies

Provisions

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the time value of money is material, provisions are measured on a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

(i) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities and;

(ii) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities.

Contingencies

Contingent liabilities exist when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required or the amount cannot be reliably estimated. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

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Material Accounting Policies to Financial Statements

p Contract Balances

(i) Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract assets are recognised when there are excess of revenues earned over billings on contracts. Contract assets are classified as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

The amount recognised as contract assets is reclassified to trade receivables once the amounts are billed to the customer as per the terms of the contract. Contract assets are subject to impairment assessment. Refer to accounting policies on impairment of financial assets in section j Impairment.

(ii) Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section i Financial instruments – initial recognition and subsequent measurement.

(iii) Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Unearned and deferred revenue ("contract liability") is recognised when there are billings in excess of revenues.

q Income taxes

Tax expense for the year comprises current and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the statement of profit and loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying values of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying value of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to cover or settle the carrying value of its assets and liabilities.

Deferred tax assets and liabilities are offset to the extent that they relate to taxes levied by the same tax authority and there are legally enforceable rights to set off current tax assets and current tax liabilities within that jurisdiction.

Current and deferred tax are recognised as an expense or income in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

r Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The Company did not have any potential dilutive securities in any period presented.

s **Key Accounting Estimates and Judgments**

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

Critical Accounting Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

(i) **Income Taxes**

The Company's tax jurisdiction is India. Significant judgments are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

(ii) **Property, Plant and Equipment**

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

(iii) **Defined Benefit Obligation**

The costs of providing pensions and other post employment benefits are charged to the Statement of Profit and Loss in accordance with IND AS 19 'Employee benefits' over the period during which benefit is derived from the employees' services. The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates.

t Recent accounting pronouncements Issued but not effective: Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended 31st March, 2024, MCA has not notified any new standards or amendments to the existing standards.

u. First time adoption of Ind AS

Upto the Financial year ended 31st March 2023, the Company prepared its financial statements in accordance with accounting standards notified under the Section 133 of the Act, read together with paragraph 7 of the companies (accounts) Rule,2014 (" Indian GAAP" or "Previous GAAP").

The financial statement for the year ended 31st March 2024 is the first set of Financial Statements prepared in accordance with the requirements of Ind AS 101 - First time adoption of Indian Accounting Standards. Accordingly, the transition date to Ind AS is 01st April 2022.
The impact of above to the equity as at 31st March 2023, April 01, 2022 and on total comprehensive income for the years ended 31st March 2023, April 01, 2022 has been explained as under.

A. Optional exemptions on first-time adoption of Ind AS

Ind AS 101, First-time Adoption of Indian Accounting Standards, allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has accordingly applied the following exemptions.

i. Deemed cost for property, plant and equipment

Since there is no change in the functional currency, the Company has elected to continue with carrying value for all of its property, plant and equipment as recognized in its Indian GAAP financial statements as its deemed cost at the date of transition after making adjustments for decommissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38, Intangible Assets and investment properties. Accordingly the management has elected to measure all of its property, plant and equipment and intangible assets at their Indian GAAP carrying value.

ii.Designation of previously recognised financial instruments

Financial assets and financial liabilities are classified at fair value based on facts and circumstances as at the date of transition to Ind AS.

B. Mandatory Exemption on first-time adoption of Ind AS

i.Estimates
An entity's estimates in accordance with Ind AS as at date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with Indian GAAP (After adjustments to reflect any difference in accounting policies),unless there is objective evidence that those estimates were errors.

Ind AS estimates that, are consistent with the estimate as at the same date made in conformity with previous GAAP.

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

Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

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Material Accounting Policies to Financial Statements

A. Reconciliation of Balance Sheet as at April 01, 2022 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		1,513.03	-	1,513.03
Right of Use Asset	e	-	10.97	10.97
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		16.20	5.61	21.81
(ii) Other Financial Assets	d	-	85.28	85.28
Non-Current Tax Assets (Net)		217.09	-	217.09
Other Non-Current Assets	d	91.36	(88.77)	2.59
Total Non - Current Assets		**1,837.68**	**13.09**	**1,850.77**
Current Assets				
Inventories		1,946.86	-	1,946.86
Financial Assets				
(i) Trade receivables	d	4,726.97	(113.09)	4,613.88
(ii) Cash and Cash equivalents	d	1,210.38	(1,186.23)	24.15
(iii) Other Bank Balances	d	-	1,186.23	1,186.23
(iv) Loans	d	1,440.17	(676.26)	763.91
(v) Other Financial Assets	d	-	1,376.23	1,376.23
Other Current Assets	d	1,376.23	(696.76)	679.47
Total Current Assets		**10,700.61**	**(109.88)**	**10,590.73**
Total Assets		**12,538.29**	**(96.79)**	**12,441.50**
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		395.52	-	395.52
Other Equity	h	2,692.43	(79.30)	2,613.13
Total Equity		**3,087.95**	**(79.30)**	**3,008.65**
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings	d	854.68	(113.11)	741.57
(ii) Lease Liabilities	e	-	7.68	7.68
Provisions		17.99	-	17.99
Deferred Tax Liabilities	b	100.06	(28.57)	71.49
Other Non Current Liabilities		1,248.30	-	1,248.30
Total Non-Current Liabilities		**2,221.03**	**(134.00)**	**2,087.03**
Current Liabilities				
Financial Liabilities				
(i) Borrowings	d	1,726.35	113.11	1,839.46
(ii) Lease Liabilities	e	-	3.40	3.40
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises	-	-	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises		4,984.81	-	4,984.81
(iv) Other Financial Liabilities	d	-	3.81	3.81
Provisions	d	76.60	(67.39)	9.21
Other Current Liabilities	d	441.55	(3.81)	437.74
Current Tax Liabilities (Net)	d	-	67.39	67.39
Total Current Liabilities		**7,229.31**	**116.51**	**7,345.82**
Total Equity and Liabilities		**12,538.29**	**(96.79)**	**12,441.50**

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Notes to the Standalone Financial Statements

Material Accounting Policies to Financial Statements

B. Reconciliation of Balance Sheet as at March 31, 2023

(₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		1,091.71	-	1,091.71
Right of Use Asset	e	-	7.10	7.10
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		16.20	5.61	21.81
(ii) Other Financial Assets	d & f	-	812.15	812.15
Non-Current Tax Assets (Net)	d & f	94.23	-	94.23
Deferred Tax Assets	b	-	101.02	101.02
Other Non-Current Assets	d	112.20	(112.20)	-
Total Non - Current Assets		**1,314.34**	**813.68**	**2,128.02**
Current Assets				
Inventories		724.01	-	724.01
Financial Assets				
(i) Trade receivables	d	11,084.87	(113.09)	10,971.78
(ii) Cash and Cash equivalents		46.07	-	46.07
(iii) Other Bank Balances		748.13	-	748.13
(iv) Loans		1,144.01	(671.03)	472.98
(v) Other Financial Assets	d & f	-	5,839.99	5,839.99
Other Current Assets	d	6,938.57	(6,264.95)	673.62
Total Current Assets		**20,685.66**	**(1,209.08)**	**19,476.58**
Total Assets		**22,000.00**	**(395.40)**	**21,604.60**
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		395.52	-	395.52
Other Equity	h	4,650.06	(375.81)	4,274.25
Total Equity		**5,045.58**	**(375.81)**	**4,669.77**
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings		353.53	-	353.53
(ii) Lease Liabilities	e	-	3.73	3.73
Provisions		499.29	-	499.29
Deferred Tax Liabilities	b	27.27	(27.27)	-
Other Non Current Liabilities		-	-	-
Total Non-Current Liabilities		**880.09**	**(23.54)**	**856.55**
Current Liabilities				
Financial Liabilities				
(i) Borrowings		2,854.72	-	2,854.72
(ii) Lease Liabilities	e	-	3.95	3.95
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises		-	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises		12,647.07	-	12,647.07
(iv) Other Financial Liabilities	d		7.61	7.61
Provisions		147.64	-	147.64
Other Current Liabilities	d	395.02	(7.61)	387.41
Current Tax Liabilities (Net)		29.88	-	29.88
Total Current Liabilities		**16,074.33**	**3.95**	**16,078.28**
Total Equity and Liabilities		**22,000.00**	**(395.40)**	**21,604.60**

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Notes to the Standalone Financial Statements

Material Accounting Policies to Financial Statements

C. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2023

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Revenue from Operations	f	50,665.35	(395.84)	50,269.51
Other Income	d	1,294.65	3.26	1,297.91
Total Income		51,960.00	(392.58)	51,567.42
Expenses:				
Purchase of Stock in Trade		36,510.67	-	36,510.67
Changes In Stock in Trade		1,222.85	-	1,222.85
Employee Benefits Expense	a	3,734.66	4.89	3,739.55
Finance Costs	e	591.67	0.81	592.48
Depreciation & Amortisation Expenses	e	455.66	3.86	459.52
Other Expenses	d & e	7,093.44	(1.05)	7,092.39
Total Expenses		49,608.95	8.51	49,617.46
Profit before Tax		2,351.05	(401.09)	1,949.96
Tax Expenses:				
Current Tax		544.05	-	544.05
Excess Provision of Earlier Year		(77.81)	-	(77.81)
Deferred Tax	b	(72.79)	(100.95)	(173.74)
Total Tax Expense		393.45	(100.95)	292.50
Net Profit after Tax		1,957.60	(300.14)	1,657.46
Other Comprehensive Income				
Items that will not be Reclassified to Profit or Loss				
Re-Measurements (Loss)/Gain of Defined Benefit Plans	a	-	4.89	4.89
Income Tax Effect	c	-	(1.23)	(1.23)
Total Other Comprehensive Income for the year		-	3.66	3.66
Total Comprehensive Income	g	1,957.60	(296.48)	1,661.12

D. Reconciliation of Cash Flow Statement for the year ended March 31, 2023

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Net cash generated from / (used in) operating activities		(620.88)	(56.88)	(677.76)
Net cash generated from / (used in) investing activities		53.41	497.65	551.06
Net cash generated from / (used in) financing activities		151.27	(2.65)	148.62
Net increase / (decrease) in cash and cash equivalents		(416.20)	438.12	21.92
Cash and cash equivalents at the start of the year		1,210.40	(1,186.25)	24.15
Cash and cash equivalents at the end of the year		794.20	(748.13)	46.07

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Notes to the Standalone Financial Statements

Material Accounting Policies to Financial Statements

Foot Note to the Reconciliations

a. Remeasurement of cost of net defined liability

Both under Indian GAAP and Ind AS, the Company recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to profit or loss. Under Ind AS, remeasurements comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI.

b. Deferred Tax

The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the Indian GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.

c. Other Comprehensive Income

Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

d. Classification and fair value measurement of Financial Assets and Financial Liabilities

Financial assets and Financial Liabilities have been classified as per IND AS 109 read with IND AS 32.

e. Right of Use

As per Ind AS 116, company has recognised Lease Liabilities & Right of Use Assets of the present value of all future rent payments related to building. Right of Use Assets is amortised over the period of Lease Term.

f. Unbilled Revenue

Under IND AS 115, contract assets are recognized when revenue earned exceeds billings on contracts. Specifically, contract assets are classified as unbilled receivables if there is an unconditional right to receive cash, with only the passage of time required for payment per the contract terms. This transition has led to adjustments in revenue recognition accordingly.

g. Reconciliation of total comprehensive income between previously reported (referred as "Indian GAAP") and Ind AS is presented as under:

Particular	Year Ended March 31, 2023
Net Profit as per previously applicable Indian GAAP	1,957.60
Impact of applying Lease accounting on a property	(0.41)
Impact of measuring Security Deposits at Fair Value	0.05
Impact of applying Revenue from Contract with Customers	(395.84)
Impact of recognising Expected Credit Loss on Trade Receivables	-
Actuarial (Gain) / Loss on employee benefit defined funds recognized in Other Comprehensive Income	(4.89)
Tax impact on Ind AS Adjustments	100.95
Net Profit before OCI as per IND AS	1,657.46
Other Comprehensive Income (OCI) (Net of Tax)	3.66
Total Comprehensive Income (OCI) (Net of Tax)	1,661.12

h. Reconciliation of Equity

Particular	Year Ended March 31, 2023	Year Ended April 01, 2022
Equity as per previously applicable Indian GAAP	5,045.58	3,087.95
Impact of applying Lease accounting on a property	(0.49)	(0.08)
Impact of measuring Security Deposits at Fair Value	(0.25)	(0.30)
Impact of applying Revenue from Contract with Customers	(395.84)	-
Impact of recognising Expected Credit Loss on Trade Receivables	(113.09)	(113.09)
Impact of recognising investment at fair valuation	5.61	5.61
Tax impact on Ind AS Adjustments	128.25	28.56
Equity as per IND AS	4,669.77	3,008.65

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3(A). PROPERTY, PLANT AND EQUIPMENT (REFER NOTE NO. 2.b)

(₹ in lakhs)

Particulars	Free Hold Land	Office Property	Office Equipment	Vehicles	Furniture and Fixtures	Mobile (GVK)	Project Assets	E-POS Devices	Server & Computer	Solar System	Total
Gross Carrying Amount											
As at April 01, 2022*	510.89	14.15	14.61	104.38	49.39	12.62	5.54	798.33	3.12	-	1,513.03
Additions	-	-	3.73	-	21.37	5.58	-	-	-	4.35	35.03
Disposals	-	-	(0.70)	-	-	-	-	-	-	-	(0.70)
As at March 31, 2023	510.89	14.15	17.64	104.38	70.76	18.20	5.54	798.33	3.12	4.35	1,547.36
Additions	-	3.80	7.41	137.94	56.58	-	-	-	4.24	-	209.97
Disposals	-	-	-	(16.50)	(2.12)	(12.62)	-	-	-	-	(31.24)
As at March 31, 2024	510.89	17.95	25.05	225.82	125.22	5.58	5.54	798.33	7.36	4.35	1,726.09
Depreciation											
As at April 01, 2022	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	0.85	4.59	21.57	7.94	14.83	3.87	399.17	2.20	0.63	455.65
Disposals	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2023	-	0.85	4.59	21.57	7.94	14.83	3.87	399.17	2.20	0.63	455.65
Charge for the period	-	0.97	3.80	25.23	11.48	2.79	1.67	399.16	1.41	0.83	447.14
Disposals	-	-	-	(0.81)	(0.60)	(12.62)	-	-	-	-	(14.03)
As at March 31, 2024	-	1.82	8.19	45.99	18.82	5.00	5.54	798.33	3.61	1.46	888.76
Net Carrying Value											
As at March 31, 2024	510.89	16.13	16.86	179.83	106.40	0.58	-	-	3.75	2.89	837.33
As at March 31, 2023	510.89	13.30	13.05	82.81	62.82	3.37	1.67	399.16	0.92	3.72	1,091.71
As at April 01, 2022	510.89	14.15	14.61	104.38	49.39	12.62	5.54	798.33	3.12	-	1,513.03

* The Company has applied the optional exemption to measure its Property, Plant & Equipment at the date of transitional at their previous GAAP carrying amount and used it as the deemed cost for such assets.

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3(B). RIGHT OF USE ASSETS (REFER NOTE NO. 2.k)

(₹ in lakhs)

Particulars	Office Building	Total
As at April 01, 2022	10.97	10.97
Additions	-	-
Disposals	-	-
As at March 31, 2023	10.97	10.97
Additions	-	-
Disposals	-	-
As at March 31, 2024	10.97	10.97
Depreciation		
As at April 01, 2022	-	-
Charge for the year	3.87	3.87
Disposals	-	-
As at March 31, 2023	3.87	3.87
Charge for the period	3.87	3.87
Disposals	-	-
As at March 31, 2024	7.74	7.74
Net Carrying Value		
As at March 31, 2024	3.23	3.23
As at March 31, 2023	7.10	7.10
As at April 01, 2022	10.97	10.97

3(C). INTANGIBLE ASSETS (REFER NOTE NO. 2.c)

(₹ in lakhs)

Particulars	Software	Total
As at April 01, 2022*	-	-
	-	-
Additions	-	-
Disposals	-	-
As at March 31, 2023		
Additions	-	-
Disposals	-	-
As at March 31, 2024	-	-
Depreciation		
As at April 01, 2022*	-	-
Charge for the year	-	-
Disposals	-	-
As at March 31, 2023	-	-
Charge for the period	-	-
Disposals	-	-
As at March 31, 2024	-	-
Net Carrying Value		
As at March 31, 2024	-	-
As at March 31, 2023	-	-
As at April 01, 2022	-	-

* The Company has applied the optional exemption to measure its Intangible Assets at the date of transitional at their previous GAAP carrying amount and used it as the deemed cost for such assets.

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4. Investments

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Unquoted Investment in Equity Instruments of Subsidiary* (Valued at Fair Value through Profit & Loss)				
(a)	11,10,000 (31 March 2023: 1,55,400, 01 April 2022: 1,55,400) Equity shares of ₹ 10 each fully paid-up in ArMee Technology Services Private Limited.	215.45	21.15	21.15
Unquoted Investments (Valued at Amortised Cost)				
(a)	Nil (31 March 2023, 01 April, 2022 : 260) Equity Shares of ₹ 100 each Fully Paid-up in Progressive Mercantile Co-Operative Bank	-	0.26	0.26
(b)	National Saving Certificate	0.40	0.40	0.40
Total non current investments		215.85	21.81	21.81

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.

5. OTHER FINANCIAL ASSETS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Security deposits *	12.25	109.22	85.12
(b)	Bank deposits with more than 12 months maturity**	902.95	-	-
(c)	Accrued Interest on National Saving Certificate	0.16	0.16	0.16
Contract Assets				
(a)	Amount due from customers (Unbilled Revenue)	1,271.50	702.77	-
Total other non current financial assets		2,186.86	812.15	85.28

* Security Deposits are valued at Fair Value through Profit & Loss.

**Bank deposits have maturity of more than 12 months represents balances of margin money against issue of Bank Guarantees.

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Security deposits	264.94	2.71	2.71
(b)	Interest accrued on fixed deposits	62.64	9.06	68.30
Contract Assets				
(a)	Amount due from customers (Unbilled Revenue)	22,012.10	5,828.22	1,308.22
(b)	Other Current Financial Assets	8.73	-	-
Total other current financial assets		22,348.41	5,839.99	1,379.23

6. Non-Current Tax Asset (Net)

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Advance income tax (net of provision)	267.80	94.23	217.09
Total non current tax assets		267.80	94.23	217.09

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7. INVENTORIES

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Stock in Trade	3,534.17	724.01	1,946.86
Total Inventories		**3,534.17**	**724.01**	**1,946.86**

8. TRADE RECEIVABLES

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Secured, considered good	-	-	-
(b)	Unsecured, considered good	28,298.45	11,084.87	4,726.97
(c)	Significant increase in credit risk	-	-	-
(d)	Credit Impaired	-	-	-
		28,298.45	11,084.87	4,726.97
Less:	Expected credit loss allowance	209.22	113.09	113.09
Total trade receivables		**28,089.23**	**10,971.78**	**4,613.88**

In determining the allowances for doubtful trade receivables, the Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on company policy and ageing of the receivables that are due.

(i) Movement in allowance for credit losses of receivables is as below:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Balance at the beginning of the year	113.09	113.09	22.98
Charge in statement of profit and loss	111.69	0.83	90.11
Release to statement of profit and loss	-	-	-
Utilised during the year	15.56	0.83	-
Balance at the end of the year	**209.22**	**113.09**	**113.09**

Ageing of trade receivables as at March 31, 2024

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	1,852.06	25,206.74	278.76	685.43	171.72	103.74	28,298.45
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	**1,852.06**	**25,206.74**	**278.76**	**685.43**	**171.72**	**103.74**	**28,298.45**
Less : Expected credit loss allowance	-	-	-	-	-	-	209.22
Total	**1,852.06**	**25,206.74**	**278.76**	**685.43**	**171.72**	**103.74**	**28,089.23**

Ageing of trade receivables as at March 31, 2023

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	-	10,744.07	3.42	201.06	136.32	-	11,084.87
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	-	**10,744.07**	**3.42**	**201.06**	**136.32**	-	**11,084.87**
Less : Expected credit loss allowance	-	-	-	-	-	-	113.09
Total	-	**10,744.07**	**3.42**	**201.06**	**136.32**	-	**10,971.78**

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Ageing of trade receivables as at April 01, 2022

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	-	4,525.55	40.66	160.76	-	-	4,726.97
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	-	**4,525.55**	**40.66**	**160.76**	-	-	**4,726.97**
Less : Expected credit loss allowance	-	-	-	-	-	-	113.09
Total	-	**4,525.55**	**40.66**	**160.76**	-	-	**4,613.88**

Note : No trade or other receivables are due from director or other officers of the Company either severally or jointly with any other person.

9. CASH & CASH EQUIVALENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Cash in hand	1.99	2.94	8.08
(b)	Balances with banks			
	- In current account	2,126.06	43.13	16.07
Total cash & cash equivalent		**2,128.05**	**46.07**	**24.15**

10. OTHER BALANCES WITH BANK

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Deposits with Bank*	1,638.23	748.13	1,186.23
Total Other Balance with Bank		**1,638.23**	**748.13**	**1,186.23**

*Bank deposits have original maturity of more than three months but less than 12 months represents balances of margin money against issue of Bank Guarantees.

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11. Loans

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Loan to Employees	17.38	14.07	7.68
(b)	Inter Corporate Deposit	247.00	84.83	281.64
(c)	Project Balance Receivable from Government (Deen Dayal Upadhyaya Grameen Kaushalya Yojana)	216.48	164.59	91.76
(d)	Other Loans and Advances	35.11	209.49	442.83
Total non current loan and advances		515.94	472.98	753.91

12. OTHER ASSETS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Prepaid Expense (Security Deposit) *	-	-	2.59
Total Non-current Other Assets		-	-	2.59

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Balances with Government Authorities	3,120.99	6.93	0.46
(b)	Advances for Goods and Expenses	621.03	642.58	581.17
(c)	Prepaid Expense *	189.49	24.11	97.84
(d)	Others	111.03	-	-
Total current other assets		4,042.54	673.62	679.47

* Includes fair valuation difference of Security Deposits that are valued at Fair Value through Profit & Loss.

13. EQUITY SHARE CAPITAL

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Authorised			
400,00,000 (March 31, 2023 & April 01, 2022 : 50,00,000) Equity Shares of Rs. 10/- each	4,000.00	500.00	500.00
Issued; Subscribed and Paid Up			
2,37,31,386 (March 31, 2023 and April 01, 2022 : 39,55,231) Equity Shares of Rs. 10/- each fully paid	2,373.14	395.52	395.52

a) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
	No of Share	(₹ in lakhs)	No of Share	(₹ in lakhs)	No of Share	(₹ in lakhs)
Shares outstanding at the beginning of the year	39,55,231	395.52	39,55,231	395.52	39,55,231	395.52
Add : Bonus shares Issued during the year	1,97,76,155	1,977.62				
Shares outstanding at the end of the year	**2,37,31,386**	**2,373.14**	**39,55,231**	**395.52**	**39,55,231**	**395.52**

During the year, the Company allotted 1,97,76,155 equity shares of ₹ 10/- each as fully paid up bonus shares in proportion of five Equity Shares for every one Equity Share held on 12 February 2024 by utilizing Retained earning amounting to ₹ 1977.62 Lakhs, pursuant to an ordinary resolution passed after taking the consent of shareholders through an Extra Ordinary General Meeting as on 18th January 2024.

b. Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share. The dividend, if proposed by the Board of Directors is subject to the approval of shareholders, except in case on interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion of their shareholding, after distribution of all preferential amounts.

c. Aggregate number of Shares allotted as fully paid up by way of bonus shares (during 5 years immediately preceding March 31, 2024)

	Aggregate no of shares issued in five years	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Equity shares allotted as fully paid bonus shares by capitalisation of Retained earnings	1,97,76,155	1,97,76,155	-	-	-	-

d. Details of share holders holding more than 5% of shares in the company

Sr No	Name of the share holder	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
		Nos	%	Nos	%	Nos	%
1	Ami R Patel	1,80,81,180	76.19%	30,13,530	76.19%	30,13,530	76.19%
2	Kiritbhai C.Patel	25,21,542	10.62%	5,10,257	12.90%	6,85,670	17.34%
3	Ridhish Patel	14,01,492	5.91%	2,33,582	5.91%	2,33,582	5.91%
	Total	2,20,04,214	92.72%	37,57,369	95.00%	39,32,782	99.43%

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13. EQUITY SHARE CAPITAL (Contd...)

e. Details of share held by promoters / promoters group at the end of the year:

Sr No	Name of the share holder	As at March 31, 2024			As at March 31, 2023			As at April 01, 2022		
		No of Shares	% of holding	% change	No of Shares	% of holding	% change	No of Shares	% of holding	% change
	Promoters/Promoters Group									
1	Ami R Patel	1,80,81,180	76.19%	0.00%	30,13,530	76.19%	0.00%	30,13,530	76.19%	0%
2	Kiritkumar Chimanbhai Patel	25,21,842	10.62%	-17.72%	5,10,257	12.90%	-25.58%	6,85,670	17.34%	0%
3	Ridhish Kiritkumar Patel	14,01,492	5.91%	0.07%	2,33,582	5.91%	0.00%	2,33,582	5.91%	0%
4	Ridhish Patel-HUF	-	0.00%	0.00%	-	0.00%	-100.00%	20,820	0.53%	0%
5	Kiritkumar Chimanbhai Patel-HUF	-	0.00%	0.00%	-	0.00%	-100.00%	1,529	0.04%	0%
	Total	**2,20,04,214**	**92.72%**		**37,57,369**	**95.00%**		**39,55,131**	**100.00%**	

14. OTHER EQUITY

a) Securities Premium
Securities premium is used to record premium received on issue of Shares. There is no movement in Securities Premium during the current and previous year.

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	1,091.42	1,091.42
Increase/(Decrease) during the year	-	-
Closing Balance	**1,091.42**	**1,091.42**

b) Retained Earnings
Retained earnings are the profits that the Company has earned till date, less any transfer to general reserve, dividends or other distributions to shareholders.

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	3,182.83	1,521.71
Add: Profit for the year	4,770.79	1,657.46
Add: Other Comprehensive Income		
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	(1.77)	3.66
Less: Utilised during the year for issue of Bonus Shares*	(1,977.62)	-
Closing Balance	**5,974.23**	**3,182.83**

*During the year, the Company allotted 1,97,76,155 equity shares of ₹ 10/- each as fully paid up bonus shares in proportion of five Equity Shares for every one Equity Share held on 12 February 2024 by utilizing Retained earning amounting to ₹ 1977.62 Lakhs, pursuant to an ordinary resolution passed after taking the consent of shareholders through an Extra Ordinary General Meeting as on 18th January 2024.

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15(A). FINANCIAL LIABILITIES - BORROWINGS

A. NON CURRENT BORROWINGS

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured (At Amortised Cost)			
(a) Term loans from banks	888.53	77.49	134.68
(b) Term Loans from Non-Banking Financial Institutions	-		
(c) Equipment / Vehicle loans from banks & other	116.11	30.38	114.59
Total secured borrowings	**1,004.64**	**107.87**	**249.27**
Unsecured (At Amortised Cost)			
(a) Banks	18.53	64.86	24.49
(b) Financial Institutions	34.07	75.46	8.89
(c) Others	-	105.35	458.92
Total unsecured borrowings	**52.60**	**245.66**	**492.30**
Total Non current borrowings	**1,057.24**	**353.53**	**741.57**

B. CURRENT BORROWINGS

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured			
Loans repayable on demand from bank			
(a) Cash credit	141.99	1,478.52	858.47
(b) Current maturities of Non Current borrowings			
(i) Term loans from banks	150.51	58.37	45.06
(ii) Term loans from Non-Banking Financial	150.37		
(iii) Equipment / Vehicle loans from banks & other	30.46	255.10	187.83
(c) Others	56.92	-	-
Total secured borrowings	**529.25**	**1,791.99**	**1,091.36**
Unsecured			
(a) Current maturities of Non Current borrowings			
(i) Term loans from banks	45.71	140.28	31.23
(ii) Term Loan from Non-Banking Financial Institutions	357.61	251.47	34.32
(b) Others	485.79	670.98	682.55
Total unsecured borrowings	**889.11**	**1,062.73**	**748.10**
Total current borrowings	**1,418.36**	**2,854.72**	**1,839.46**

Nature of Security and terms of repayment for Secured Non Current borrowings:

Sr No	Particulars of Term Loan	Repayable In Months	Interest rate	Nature of Securities
1	Bank of India Audi Car Loan	43	7.45%	Against Hypothecation of Vehicle
2	Bank of India GECL Loan A/C. No 200270410000191	31	7.50%	Secured against property and current assets
3	Bank of India T/L (GECL) A/C. No. 200270410000158	5	7.50%	Secured against property and current assets
4	BMW Financial Services	39	9.98%	Against Hypothecation of Vehicle
5	Deutsche Bank - Loan	60	9.00%	Secured against promoters personal property *
6	Hewlett Packard Financial Services Pvt	12	13.76%	Against F.D / Margin Money
7	Vehicle Loan from State bank of India	12	9.00%	Against Hypothecation of Vehicle
8	Axis Bank Limited	9	9.06%	Against Hypothecation of Vehicle

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Nature of Security for Secured Current borrowings:

Sr No	Particulars of Term Loan	Interest rate	Nature of Securities
1	Profectus Capital Pvt Ltd	12.00%	Secured against Inventory and Current assets
2	Bank of India- Cash Credit	9.95%	Secured against Inventory and Current assets
3	ICICI Bank- Cash Credit	10.00%	Secured against Inventory and Current assets
4	TVS Credit Services Ltd	11.75%	Secured against Bank Guarantee

Unsecured:

(₹ in lakhs)

Sr No	Particulars of Term Loan	Type of Interest	EMI	Mode of Repayment (In EMI)	Interest Rate	Nature of Loan
1	Ashw Finance Limited	Fixed	1.80	3	18.00%	Business Loan
2	Axis Finance Limited	Fixed	1.05	16	16.00%	Business Loan
3	Growth Source Financial Tech	Fixed	2.02	4	17.50%	Business Loan
4	Herofincorp Ltd	Fixed	1.80	3	17.00%	Business Loan
5	Siemens Factoring Pvt Ltd	Fixed	17.40 to 17.60	10	14.75%	Business Loan
6	Siemens Factoring Pvt Ltd	Fixed	2.74	13	14.75%	Business Loan
7	Aditya Birla Finance Ltd	Fixed	3.48	15	17.50%	Business Loan
8	Tata Capital Financial Services Ltd	Fixed	2.47	3	15.78%	Business Loan
9	Clix Capital Services Ltd	Fixed	1.81	15	17.75%	Business Loan
10	ICICI Bank Ltd Business Loan	Fixed	1.77	15	16.50%	Business Loan
11	Indusind Bank Ltd - Loan	Fixed	1.75	15	16.50%	Business Loan
12	L & T Finance	Fixed	1.24	27	16.60%	Business Loan
13	Poonawalla Fincorp Limited	Fixed	0.89	16	16.50%	Business Loan
14	Tata Capital Financial Services Limited	Fixed	0.70	29	17.00%	Business Loan
15	MONEYWISE FINANCIAL SERVICE PVT LTD	Fixed	1.78	15	17.00%	Business Loan

The maturity profile of Company's borrowings is as below: (₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Not later than one year or on demand	1,418.36	2,854.72	1,839.46
Later than one year but not two years	203.79	261.19	619.76
Later than two years but not three years	240.50	62.86	57.77
Later than three years but not four years	148.39	29.46	64.04
Later than four years but not five years	157.17	-	-
More than five years	307.39	-	-
Total	**2,475.60**	**3,208.25**	**2,581.03**

*** Note 1:** Promoter / Director have given personal Guarantee and personal property for Term Loans from Bank.

Note 2: The company does not have any charges or satisfaction which is yet to be registered with ROC beyond statutory period.

Note 3: The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

Note 4: Cash Credit is secured by a hypothecation of current assets, mortgage of Plot & Office property, lien on certain Fixed Deposits of the Company and personal guarantee of Promoters.

Note 5: The Promoter/Director has provided personal guarantees for borrowings obtained by the Company. For further details, refer to Note No. 32.

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15(B). LEASE LIABILITIES

A. NON CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Lease liabilities	-	3.73	7.68
Total non-current lease liabilities	**-**	**3.73**	**7.68**

B. CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Lease liabilities	3.73	3.95	3.40
Total current lease liabilities	**3.73**	**3.95**	**3.40**

C. MOVEMENT OF LEASE LIABILITIES

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Opening Balance	7.68	11.08	-
(b) Add: Lease liability recognised during the year	-	-	11.62
(c) Add: Interest accrued on lease liability	0.50	0.83	0.17
(d) Less: Payment of Lease liabilities	(4.45)	(4.23)	(0.71)
Total	**3.73**	**7.68**	**11.08**

D. The following are the amounts recognised in profit or loss:

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Depreciation and Amortisation Expenses	3.87	3.87
(b) Interest expense on lease liabilities	0.50	0.83
(c) Expense relating to short-term leases	300.72	2,037.34
Total	**305.09**	**2,042.04**

16. PROVISIONS

A. NON CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Provision for employee benefits (Refer note no.38)			
- Gratuity	22.54	18.28	17.99
(b) Provision for Claims & Contingencies	423.00	481.01	-
Total non-current provisions	**445.54**	**499.29**	**17.99**

B. CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Provision for employee benefits (Refer note no.38)			
- Gratuity	13.55	9.63	9.21
(b) Provision for Claims & Contingencies	105.75	128.27	-
(c) Other Provisions	-	9.74	-
Total current provisions	**119.30**	**147.64**	**9.21**

C. MOVEMENT OF PROVISION FOR CONTINGENCIES AND CLAIMS

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Opening Balance	609.28	-	-
(b) Add: Addition	-	609.28	-
(c) Less: Utilisation / Reversal	(80.53)	-	-
Closing Balance	**528.75**	**609.28**	**-**

17. DEFERRED TAX

A. Movement in deferred tax assets and liabilities for the year ended March 31, 2024 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2023	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive income	Recognized in equity	Balance as at March 31, 2024
Deferred tax assets:					
Liability on disallowance under section 43(B)	11.81	(3.33)	0.60	-	9.08
ECL provision	28.46	24.20	-	-	52.66
Security Deposit Fair Valuation Impact	0.06	(0.06)	-	-	-
Property, Plant & Equipment and Intangible Assets	-	35.62	-	-	35.62
Others	99.63	(19.93)	-	-	79.70
Lease Liability	1.93	(0.99)	-	-	0.94
Total deferred tax assets	**141.89**	**35.51**	**0.60**	-	**178.00**
Deferred tax liabilities:					
Property, Plant & Equipment and Intangible Assets	39.08	(39.08)	-	-	-
Right of Use Asset	1.79	(0.98)	-	-	0.81
Total deferred tax liabilities	**40.87**	**(40.06)**	-	-	**0.81**
Net deferred tax (assets) / liabilities	**(101.02)**	**(75.57)**	**(0.60)**	-	**(177.19)**

B. Movement in deferred tax assets and liabilities for the year ended March 31, 2023 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2022	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive income	Recognized in equity	Balance as at March 31, 2023
Deferred tax assets:					
Liability on disallowance under section 43(B)	6.84	6.20	(1.23)	-	11.81
ECL provision	28.46	-	-	-	28.46
Security Deposit Fair Valuation Impact	0.08	(0.02)	-	-	0.06
Others	-	99.63	-	-	99.63
Lease Liability	2.79	(0.86)	-	-	1.93
Total deferred tax assets	**38.17**	**104.95**	**(1.23)**	-	**141.89**
Deferred tax liabilities:					
Property, Plant & Equipment and Intangible Assets	106.90	(67.82)	-	-	39.08
Right of Use Asset	2.76	(0.97)	-	-	1.79
Total deferred tax liabilities	**109.66**	**(68.79)**	-	-	**40.87**
Net deferred tax (assets) / liabilities	**71.49**	**(173.74)**	**1.23**	-	**(101.02)**

Reconciliation of tax expense applicable to profit before tax at the latest statutory enacted tax rate in India to income-tax expense reported is as follows:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Profit before tax for the year	6,074.87	1,949.98
Enacted income tax rate in India applicable to the Company	25.17%	25.17%
Tax using the Company's domestic tax rate (A)	1,528.95	490.77
Tax effect of adjustment to reconcile expected income tax expense to reported income tax expense		
Difference on tax due to timing difference	(174.54)	(27.29)
Other incomes/expense exempt from tax/ Items not deductible	5.01	26.17
Tax Benefit as per Income Tax Act, 1961	(169.95)	(226.60)
Others	114.71	29.45
Total adjustments (B)	(224.77)	(198.27)
Total income-tax expense (A+B)	1,304.18	292.50

17. CURRENT TAX LIABILITIES (NET)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Current tax liabilities (net)	-	29.88	67.39
Total Current Tax Liabilities	-	29.88	67.39

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18. OTHER LIABILITIES

A. NON-CURRENT

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Payables for Capital creditors	-	-	1,222.10
(b)	Advance received from Government for expense	-	-	26.20
Contract Liabilities				
(a)	Unearned and Deferred Revenue	444.49	-	-
Total other non current liabilities		**444.49**	**-**	**1,248.30**

B. CURRENT

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Advances received from customers (Contract Liabilities)	736.41	136.83	112.86
(b)	Statutory dues	155.70	250.58	324.88
Contract Liabilities				
(a)	Unearned and Deferred Revenue	111.12	-	-
Total other current liabilities		**1,003.23**	**387.41**	**437.74**

19. TRADE PAYABLES

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Total outstanding dues of micro enterprises and small enterprises	1,969.70	-	-
(b)	Total outstanding dues of creditors other than micro enterprises and small enterprises	49,654.54	12,647.07	4,984.81
Total Trade Payables		**51,624.24**	**12,647.07**	**4,984.81**

(i) The amount due to Micro and Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small Enterprises are as below:

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	The principal amount remaining unpaid to supplier as at the end of the year	1,969.70	-	-
(b)	The interest due thereon remaining unpaid to supplier as at the end of the year	-	-	-
(c)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-
(d)	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-	-
(e)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-

Ageing of trade payables as at March 31, 2024 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	1,969.70	-	-	-	-	1,969.70
Others	32,944.06	14,342.47	245.84	-	-	47,532.37
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	-	40.00	40.00
	34,913.76	**14,342.47**	**245.84**	**-**	**40.00**	**49,542.07**
Add: Unbilled Dues						2,082.17
Total	34,913.76	14,342.47	245.84	-	40.00	51,624.24

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Ageing of trade payables as at March 31, 2023 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	-	-	-	-	-	-
Others	12,602.19	4.88	-	-	-	12,607.07
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	40.00	-	40.00
Total	12,602.19	4.88	-	40.00	-	12,647.07

Ageing of trade payables as at April 01, 2022 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	-	-	-	-	-	-
Others	4,289.47	653.42	0.62	-	-	4,943.51
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	41.30	-	-	41.30
Total	4,289.47	653.42	41.92	-	-	4,984.81

20. OTHER FINANCIAL LIABILITIES

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Interest accrued but not due	12.98	7.61	3.81
(b)	Provision for CSR	29.97	-	-
(c)	Other Liabilities	386.96	-	-
Total current other financial liabilities		429.91	7.61	3.81

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21. REVENUE FROM OPERATIONS

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Sale of IT Infrastructure Solutions			
	(i)	Traded goods	20,453.68	11,529.76
	(ii)	Project Based - IT Infra	71,798.49	29,315.22
(b)	IT Managed services			
	(i)	Service Income	7,914.26	9,198.17
	(ii)	Other operating revenue	285.83	226.36
Total revenue from operations			**1,00,452.26**	**50,269.51**

Assets and liabilities related to contracts with customers

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Trade receivable	28,298.45	11,084.87
Contract liabilities (Advance from customers)	736.41	136.83

Reconciliation of revenue recognised in Statement of profit and loss with contract price

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Contract price	1,00,452.26	50,269.51
Less: Discount, rebates and credits	-	-
Revenue from operations	**1,00,452.26**	**50,269.51**

There are no remaining performance obligations unsatisfied (or partially unsatisfied) as of the end of reporting period.

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Other Operating Revenues		
Annual Maintenance Contract Charges	285.83	226.36
Total	**285.83**	**226.36**

22. OTHER INCOME

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest income on -			
	(i)	Term Deposit with Bank	69.47	43.15
	(ii)	Income Tax Refund	5.23	44.46
	(iii)	Security Deposit	2.84	3.25
	(iv)	Others	8.87	0.16
(b)	Dividend Income*		0.02	0.02
(c)	Balances written back		166.02	1,206.80
(d)	Foreign Exchange Rate Difference		-	0.07
(e)	Profit on sale of Property, Plant and Equipment		2.34	-
(f)	Fair valuation of investment		9.02	-
(g)	Provision for Claims & Contingencies written back		57.57	-
(h)	Miscellaneous Income		4.98	-
Total other income			**326.36**	**1,297.91**

*Dividend Received on investment in Progressive Mercantile Co-Operative Bank

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23. PURCHASE OF STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Traded Goods	20,224.16	10,976.43
(b)	Project - IT Infra	66,237.27	25,534.24
Total purchase of stock in trade		**86,461.43**	**36,510.67**

24. CHANGES IN STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
Inventories at the end of the year			
(a)	Stock in Trade	3,534.17	724.01
		-	-
Inventories at the beginning of the year		-	-
(a)	Stock in Trade	724.01	1,946.86
Total changes in stock in trade		**(2,810.16)**	**1,222.85**

25. EMPLOYEE BENEFIT EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Salaries and wages	3,778.88	3,530.34
(b)	Contribution to provident and other funds	232.61	203.45
(c)	Staff welfare expenses	3.50	5.76
Total employee benefit expenses		**4,014.99**	**3,739.55**

Note: For remuneration and commission to key managerial personnel refer note no. 32.

26. FINANCE COSTS

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest expense on:		
	(i) Unsecured Loan	341.50	289.17
	(ii) Cash Credit	142.20	128.51
	(iii) Income Tax	0.06	2.23
	(iv) Lease Liability	0.50	0.83
	(v) Others	29.21	58.26
(b)	Bank charges	144.07	113.48
Total finance cost		**657.54**	**592.48**

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27. OTHER EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Project Expenses	4,399.47	2,804.35
(b)	Rent Expense	303.06	2,040.50
(c)	Claims & Contingencies	-	609.28
(d)	Sales Promotion and Marketing Expense	270.09	342.75
(e)	Tender Fees	256.78	254.10
(f)	Legal and professional expense	73.27	143.95
(g)	Commission expense	62.93	126.21
(h)	Office Expense	82.54	180.85
(i)	Insurance expense	63.16	90.80
(j)	Service Render charges	102.41	75.96
(k)	CSR expense	22.36	18.94
(l)	Repairs to		
	(i) Building	-	1.04
	(ii) Others	29.66	18.79
(m)	Payment to auditors	15.58	15.60
(n)	Rates and taxes (including Penalties)	69.46	21.59
(o)	Donation	2.59	8.66
(p)	Expected credit loss for trade receivables	111.72	0.83
(q)	Loans and Deposits written off / Balances written off (Net)	-	237.28
(r)	Miscellaneous expenses	43.74	100.91
Total other expenses		**5,928.84**	**7,092.39**

Payment to auditors		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	As auditor:		
	(i) Audit fee*	11.88	11.50
	(ii) Tax audit fee	3.50	3.50
(b)	In other capacity:		
	(i) Taxation & other matters	0.20	0.60
Total		**15.58**	**15.60**

* Excludes fees for initial public offer-related services of ₹8.28 Lakhs.

28. Earnings per Equity Share (EPS)

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023*
(a)	Profit after tax attributable to equity share holders for basic and diluted EPS	4,770.79	1,657.46
(b)	Weighted average no. of equity shares outstanding during the year for basic and dilutive EPS	2,37,31,355	2,37,31,355
(c)	Basic and diluted earnings per share (in ₹)	20.10	6.98
(d)	Nominal value per Share (in ₹)	10.00	10.00

* Earnings per share for previous year has been adjusted for Bonus shares issued in current year as per Ind AS 33, Earnings per share.

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29. Corporate Social Responsibility (CSR)

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
1	Gross amount required to be spent by the company during the year	22.36	9.65
2	Amount approved by the board be spent during the year	22.36	9.65
3	Amount spent during the Year / Period		
i.	Construction/Acquisition of any Asset		
	- In Cash	-	-
	- Yet to be paid in cash	-	-
ii.	On purpose other than (i) above		
	- In Cash *	1.43	9.20
	- Yet to be paid in cash	-	-
4	Amount related to spent/unspent obligation		
i.	Construction/Acquisition of any Asset	-	-
ii.	Others	-	-
iii.	Unspent amount in relation to :		
	- Ongoing project **	20.94	0.45
	- Other than Ongoing project	-	-
	Total	22.36	9.65
	Reason for Shortfall	Company has decided to spend money on activity mentioned in schedule VII	Company has decided to spend money on activity mentioned in schedule VII

(₹ in lakhs)

Details of Ongoing Projects (In case of Section 135(6))		Year Ended March 31, 2024	Year Ended March 31, 2023
1	Opening Balance		
i.	With Company	-	9.28
ii.	In Separate CSR Unspent Account	9.74	-
2	Income earned from Opening Unspent Account during the year	-	-
3	Amount required to be spent during the year	22.36	9.65
4	Amount spent during the year		
i.	From Company's Bank Account	1.43	9.20
ii.	From Separate CSR Unspent Account	0.70	-
5	Closing Balance		
i.	With Company **	20.94	9.74
ii.	In Separate CSR Unspent Account	9.03	-

* During the year company has not contributed to trust controlled by the company.

** Unspent amount of ₹ 20.94 lakhs for FY 2023-24 has been deposited with Bank subsequent to the year end on April 30, 2024.

<u>Nature of CSR activities :</u>

Promoting Education under privileged children including voice vision project & Prevention & Promoting health care - Schedule VII -(i) & (ii)

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30. Deen Dayal Upadhyaya Grameen Kaushalya Yojana Project Details

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	**UP Skill Development Project**			
1.	Opening Balance [Payable / (Receivable)]		(78.09)	(51.76)
2.	Add : Amount received during the year		137.24	127.85
3.	Less : Expenses incurred during the year			
	(i)	Salary Expense	14.29	12.89
	(ii)	Purchase	-	-
	(iii)	Travelling Expense	2.39	2.17
	(iv)	Electric Expense	1.68	2.56
	(v)	Office Expense	1.03	1.24
	(vi)	Rent TC	48.40	52.80
	(vii)	Rent- TC / Hostel Infra Expense	15.00	30.00
	(viii)	Hostel Services - Food	32.64	35.50
	(ix)	Assessment Cum Certification Fee	1.93	2.18
	(x)	Professional Charges	0.42	1.56
	(xi)	One Time Travel Cost	4.22	5.74
	(xii)	Others	0.35	7.54
	Total Expenses incurred during the year		122.35	154.18
4.	Closing Balance [Payable / (Receivable)]		(63.20)	(78.09)

(b)	**West Bengal Skill Development Project**			
1.	Opening Balance [Payable / (Receivable)]		(50.21)	20.95
2.	Add : Amount received during the year		-	34.19
3.	Less : Expenses incurred during the year			
	(i)	Salary Expense	4.64	13.32
	(ii)	Travelling Expense	3.22	-
	(iii)	Hostel Service Food	1.65	22.47
	(iv)	Office Expense	0.23	1.04
	(v)	Rent - Hostel & Hostel Infra Expense	1.60	19.20
	(vi)	Rent TC	0.57	28.94
	(vii)	Rent TC - Infra Expense	8.00	16.00
	(viii)	Professional Charges	0.83	1.24
	(ix)	Others	0.28	3.14
	(x)	Creditors written Back	(2.85)	
	Total Expenses incurred during the year		18.17	105.35
4.	Closing Balance [Payable / (Receivable)]		(68.38)	(50.21)

(c)	**Assam state rural livelihood project**			
1.	Opening Balance [Payable / (Receivable)]		(56.28)	5.25
2.	Add : Amount received during the year		-	-
3.	Less : Expenses incurred during the year			
	(i)	Salary Expense	16.16	28.98
	(ii)	Electric Expense	0.22	1.06
	(iii)	Hostel Service Food	-	17.58
	(iv)	Rent charges	13.85	4.35
	(v)	Stationery	-	1.29
	(vi)	Travel Expenses	1.27	3.44
	(vii)	Professional Charges	1.23	1.52
	(viii)	Others	-	3.31
	(ix)	Creditors written Back		
	Total Expenses incurred during the year		32.73	61.53
4.	Closing Balance [Payable / (Receivable)]		(89.01)	(56.28)

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31. Contingencies and Commitments

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	**Claims against the Company /disputed liabilities not acknowledged as debts**	41.76	-
(b)	**Disputed Statutory Claims**		
	Income Tax		
	- Appeals preferred by Company	30.88	41.71
	Central Goods and Services Tax Act,2017	30.90	-

(c) There are no Commitments on account of estimated amount of contracts remaining to be executed on capital provided for relating to Property, Plant and Equipment (P.Y.₹ Nil)

(d) The Company operates majorly with Government Department and is required to give bank guarantee for ea orders. The Bank guarantees are contingent upon the completion of order, Products warranties and other co total amount of Bank guarantee given as at 31st Marc 2024, 31st March 2023 and 1 April 2022 is Rs 4024.28 La Lakhs and Rs 1,304.13 Lakhs respectively, the same should consider as contingent Liability.

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32. RELATED PARTY TRANSACTIONS

The company's related parties principally consist of its associates, Key managerial personnel and relatives thereto , The company routinely enters into transactions with these related parties in the ordinary course of business at market rates and terms.
The following tables summarises related party transactions and balances included in the financial statements of the Company for the year ended March 31, 2024 and March 31, 2023 as required by Indian Accounting Standard - 24 "Related Parties Disclosures":

A. Name of Related Parties and Relationship

Name of the related party	Relationship
Ridhish Kiritbhai Patel	Key Managerial Personal
Ami Ridhish Patel	Key Managerial Personal
Ridhish Kiritbhai Patel - HUF	Relative of Key Managerial Personnel
Kiritkumar Chimanbhai Patel	Relative of Key Managerial Personnel
Kiritkumar Chimanbhai Patel - HUF	Relative of Key Managerial Personnel
Arrow Powertech Pvt Ltd	Enterprise significantly influenced by Key managerial Personnel's
Armee Technology Services Pvt Ltd*	Enterprise significantly influenced by Key managerial Personnel's
iLeads Business Advisory LLP **	Enterprise significantly influenced by Key managerial Personnel's
Communifi Technologies LLP	Enterprise significantly influenced by Key managerial Personnel's
Abhav Enterprise	Enterprise significantly influenced by relative of Key managerial Personnel's
Nehal Desai	Relative of Key Managerial Personnel
Maithali Patel	Relative of Key Managerial Personnel
Minaxiben Patel	Relative of Key Managerial Personnel
Grishma Patel	Relative of Key Managerial Personnel
Aruna Maheshwari (From 12th February, 2024)	Key Managerial Personal
Nirajkumar K Malaviya(From 7th February, 2024)	Key Managerial Personal
Kenya Watch & Co	Enterprise significantly influenced by Key managerial Personnel's
Stratacon Business Advisory LLP	Enterprise significantly influenced by Key managerial Personnel's

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.
** ceased to be related party from November 29, 2023 due to change of composition of Partners

B. Transactions during the Year with Related Parties mentioned in (a) above, in Ordinary Course of Business

Transaction				Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key managerial Personnel	Subsidiary	Total
(a)	Purchase							
	(i)	Ridhish Kiritbhai Patel- HUF		-	17.51	-	-	17.51
			P.Y	-	18.25	-	-	18.25
	(ii)	Kiritkumar Chimanbhai Patel - HUF		-	18.35	-	-	18.35
			P.Y	-	18.36	-	-	18.36
	(iii)	Armee Technology Services Pvt Ltd*		-	-	-	299.26	299.26
			P.Y	-	-	132.13	-	132.13
	(iv)	Arrow Powertech Pvt Ltd		-	-	531.12	-	531.12
			P.Y	-	-	155.04	-	155.04
	(v)	Abhav Enterprise		-	-	198.51	-	198.51
			P.Y	-	-	-	-	-
(b)	Sale							
	(i)	Armee Technology Services Pvt Ltd*		-	-	2.99	1.70	4.69
			P.Y	-	-	1,485.38	-	1,485.38
	(ii)	Arrow Powertech Pvt Ltd		-	-	1,641.55	-	1,641.55
			P.Y	-	-	1,540.21	-	1,540.21
	(iii)	Communifi Technologies LLP		-	-	0.21	-	0.21
			P.Y	-	-	0.80	-	0.80
(c)	Managerial Remuneration							
	(i)	Ami Ridhish Patel		43.33	-	-	-	43.33
			P.Y	52.00	-	-	-	52.00
	(ii)	Kiritkumar Chimanbhai Patel		-	16.25	-	-	16.25
			P.Y	-	31.25	-	-	31.25
	(iii)	Ridhish Kiritbhai Patel		98.25	-	-	-	98.25
			P.Y	98.25	-	-	-	98.25
	(iv)	Aruna Maheshwari		1.83	-	-	-	1.83
			P.Y	-	-	-	-	-
	(v)	Nirajkumar K Malaviya		1.42	-	-	-	1.42
			P.Y	-	-	-	-	-

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Transaction				Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key managerial Personnel	Subsidiary	Total
(d)	Rent							
	(i)	Ridhish Kiritbhai Patel		4.20	-	-	-	4.20
			P.Y	4.20	-	-	-	4.20
	(ii)	Arrow Powertech Pvt Ltd		-	-	54.08	-	54.08
			P.Y	-	-	-	-	-
(e)	Commission							
	(i)	Maithali Patel		-	4.74	-	-	4.74
			P.Y	-	-	-	-	-
(f)	Loans Taken							
	(i)	Kiritkumar Chimanbhai Patel		-	111.08	-	-	111.08
			P.Y	-	91.60	-	-	91.60
	(ii)	Ami Ridhish Patel		527.16	-	-	-	527.16
			P.Y	314.38	-	-	-	314.38
	(iii)	Ridhish Kiritbhai Patel		1,517.56	-	-	-	1,517.56
			P.Y	410.74	-	-	-	410.74
	(vi)	Maithali Patel		-	-	-	-	-
			P.Y	-	40.30	-	-	40.30
	(v)	Minaxiben Patel		-	0.68	-	-	0.68
			P.Y	-	-	-	-	-
(g)	Repayment of Loan Taken							
	(i)	Kiritkumar Chimanbhai Patel		-	112.82	-	-	112.82
			P.Y	-	101.43	-	-	101.43
	(ii)	Ami Ridhish Patel		129.28	-	-	-	129.28
			P.Y	335.91	-	-	-	335.91
	(iii)	Ridhish Kiritbhai Patel - HUF		-	-	-	-	-
			P.Y	-	4.25	-	-	4.25
	(iv)	Ridhish Kiritbhai Patel		1,488.97	-	-	-	1,488.97
			P.Y	414.02	-	-	-	414.02
	(v)	Kiritkumar Chimanbhai Patel - HUF		-	-	-	-	-
			P.Y	-	3.96	-	-	3.96
	(vi)	Maithali Patel		-	-	-	-	-
			P.Y	-	49.74	-	-	49.74
	(vii)	Minaxiben Patel		-	0.68	-	-	0.68
			P.Y	-	-	-	-	-
(h)	Loan Given							
	(i)	iLeads Business Advisory LLP **		-	-	25.00	-	25.00
			P.Y	-	-	217.46	-	217.46
(i)	Repayment of loan Given							
	(i)	iLeads Business Advisory LLP **		-	-	89.63	-	89.63
			P.Y	-	-	152.63	-	152.63
(j)	Purchase of Equity share of Armee Technology Services Pvt Ltd							
	(i)	Ami Ridhish Patel		127.12	-	-	-	127.12
			P.Y	-	-	-	-	-
	(ii)	Kiritkumar Chimanbhai Patel		-	12.93	-	-	12.93
			P.Y	-	-	-	-	-
	(iii)	Minaxiben Patel		-	12.93	-	-	12.93
			P.Y	-	-	-	-	-
	(iv)	Ridhish Kiritbhai Patel		32.32	-	-	-	32.32
			P.Y	-	-	-	-	-

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.

** ceased to be related party from November 29, 2023 due to change of composition of Partners

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C. Balances outstanding as at the year end:

			Transaction	Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key managerial Personnel	Subsidiary	Total
(a)	Amount Payable							
	(1)	Purchase						
		(i)	Ridhish Kiritbhai Patel - HUF	-	17.51	-	-	17.51
			P.Y	-	18.07	-	-	18.07
		(ii)	Kiritkumar Chimanbhai Patel - HUF	-	18.35	-	-	18.35
			P.Y	-	18.18	-	-	18.18
		(iii)	Armee Technology Services Pvt. Ltd*	-	-	-	200.55	200.55
			P.Y	-	-	3.71	-	3.71
		(iv)	Arrow Powertech Pvt Ltd	-	-	649.44	-	649.44
			P.Y	-	-	-	-	-
		(v)	Abhav Enterprise	-	-	6.96	-	6.96
			P.Y	-	-	-	-	-
	(2)	Loan Taken						
		(i)	Kiritkumar Chimanbhai Patel	-	-	-	-	-
			P.Y	-	1.74	-	-	1.74
		(ii)	Ami Ridhish Patel	440.46	-	-	-	440.46
			P.Y	42.56	-	-	-	42.56
		(iii)	Ridhish Kiritbhai Patel	45.33	-	-	-	45.33
			P.Y	16.73	-	-	-	16.73
(b)	Amount Receivable							
	(1)	Sale						
		(i)	Armee Technology Services Pvt. Ltd*	-	-	-	-	-
			P.Y	-	-	1,592.25	-	1,592.25
		(ii)	Arrow Powertech Pvt Ltd	-	-	1,558.66	-	1,558.66
			P.Y	-	-	535.54	-	535.54
		(iii)	Communifi Technologies LLP	-	-	0.98	-	0.98
			P.Y	-	-	-	-	-
		(iv)	Stratacon Business Advisory LLP	-	-	161.30	-	161.30
			P.Y	-	-	-	-	-
	(2)	Loans and Advances given						
		(i)	iLeads Business Advisory LLP **	-	-	-	-	-
			P.Y	-	-	64.83	-	
		(ii)	Armee Technology Services Pvt. Ltd*	-	-	-	152.82	152.82
			P.Y	-	-	1,592.25	-	1,592.25

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.
** ceased to be related party from November 29, 2023 due to change of composition of Partners

Notes

1. No amount has been provided as doubtful debts or advances / written off or written back in respect of debts due from / to above parties.
2. The transaction with related parties are made on terms equivalent to those that prevail in arm's length transactions.
3. The company has obtained secured and unsecured borrowing from Bank and other financial institutions. Personal guarantee amounted to Rs 1837.62 Lakhs (P.Y. 2329.16 Lakhs) is given by Key managerial personal and their relative.

D. Compensation to Key Managerial Personnel of the Company:

	Nature of Benefits	As at March 31, 2024	As at March 31, 2023
(a)	Short-term Employee Benefits	144.83	150.25
(b)	Post-employment Gratuity Benefits *	0.26	0.60
Total		145.09	150.85

* Key Managerial Personnel and Relatives of Promoters who are under the employment of the Company are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19 - 'Employee Benefits' in the consolidated financial statements. Post-employment gratuity benefits of Key Managerial Personnel has not been included in (b) above.

RPK.

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33. Financial Ratios

	Numerator	Denominator	March 31, 2024	March 31, 2023	Variance (%)	Reason for variance
(a) Current ratio (in times)	[Current assets]	[Current liabilities]	1.14	1.21	(5.81%)	-
(b) Debt equity ratio (in times)	[Total borrowings:- Non-current borrowings + Current borrowings]	[Total equity:- Equity share capital + Other equity]	0.28	0.68	(61.82%)	Note No 1
(c) Debt service coverage ratio (in times)	[Earnings available for debt service:- Net profit after tax + Depreciation & amortisation expense + Finance costs+Loss on sale of fixed assets- Profit on sale of fixed assets]	[Debt service:- Finance costs + Scheduled principal repayments (excluding prepayments) during the period for non-current Debts+Lease repayment]	4.31	3.04	41.73%	Note No 2
(d) Return on equity (%)	[Net profit after tax]	[Average shareholder's equity:- Equity: Share capital + Other equity]	67.63%	43.17%	56.65%	Note no 3
(e) Inventory turnover ratio	[Revenue from operation]	[Average inventory]*	47.18	37.64	25.34%	Note no 4
(f) Trade receivables turnover ratio	[Revenue from operations]	[Average trade receivables]*	5.14	6.45	(20.27%)	
(g) Trade payables turnover ratio	[Purchase of stock in trade]	[Average trade payable]*	2.68	4.14	(35.03%)	Note No 5
(h) Net capital turnover ratio	[Revenue from operations]	[Working capital:- Current assets - Current liabilities]	13.05	14.79	(11.78%)	
(i) Net profit ratio (%)	[Net profit after tax]	[Turnover:- Revenue from operations]	4.75%	3.30%	44.04%	Note no 6
(j) Return on capital employed (%)	[Profit before tax and Finance costs:- Profit before taxes +/(-) exceptional items + finance charges]	[Capital employed:- Equity share capital + Non current borrowings + Current borrowings +Deferred tax liabilities]	56.51%	32.27%	75.09%	Note No 7
(k) Return on investment (%)	[Income generated from invested funds]	[Net gain/(loss) on sale/fair value changes of mutual funds/Average investment funds in current investments]	NA	NA	NA	-

Notes:

1) The decrease in the Debt-to-Equity ratio is primarily due to an increase in equity driven by higher PAT, resulting from revenue growth during the current year.
2) Increase in Debt Service coverage ratio is due to increase in EBITDA due to increase in profitability mainly attributable to growth in sales during the current financial year.
3) Increase in Return on Equity ratio is due to increase in Profit and total equity due to increase in profitability mainly attributable to growth in sales during the current financial year
4) The increase in the inventory turnover ratio is attributed to growth in sales during the current financial year.
5) Increase in Trade Payable turnover ratio is due to rise in purchase, which is attributable to growth in sales during the current financial year
6) The increase in the Net Profit Ratio is due to higher profitability, primarily driven by growth in sales during the current financial year
7) The increase in Return on Capital Employed (ROCE) is attributable to a rise in Profit Before Tax (PBT), driven by higher profitability from growth in sales during the current financial year.

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34. Financial instruments

Category-wise Classification of Financial Instruments:

(₹ in Lakhs)

Particulars	As at March 31, 2024			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	28,089.23	28,089.23
Cash and cash equivalents	-	-	2,128.05	2,128.05
Other bank balances	-	-	1,638.23	1,638.23
Investments	-	215.45	0.40	215.85
Loans	-	-	515.94	515.94
Other financial assets	-	277.19	24,258.08	24,535.27
Total	-	492.64	56,629.93	57,122.57
Financial liabilities				
Borrowings	-	-	2,475.60	2,475.60
Trade payables	-	-	51,624.24	51,624.24
Lease liabilities	-	-	3.73	3.73
Other financial liabilities	-	-	429.91	429.91
Total	-	-	54,533.48	54,533.48

(₹ in Lakhs)

Particulars	As at March 31, 2023			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	10,971.78	10,971.78
Cash and cash equivalents	-	-	46.07	46.07
Other bank balances	-	-	748.13	748.13
Investments	-	21.15	0.66	21.81
Loans	-	-	472.98	472.98
Other financial assets	-	111.93	6,540.21	6,652.14
Total	-	133.08	18,779.83	18,912.91
Financial liabilities				
Borrowings	-	-	3,208.25	3,208.25
Trade payables	-	-	12,647.07	12,647.07
Lease liabilities	-	-	7.68	7.68
Other financial liabilities	-	-	7.81	7.81
Total	-	-	15,870.81	15,870.81

(₹ in Lakhs)

Particulars	As at April 01, 2022			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	4,613.88	4,613.88
Cash and cash equivalents	-	-	24.15	24.15
Other bank balances	-	-	1,186.23	1,186.23
Investments	-	21.15	0.66	21.81
Loans	-	-	763.91	763.91
Other financial assets	-	87.83	1,373.68	1,461.51
Total	-	108.98	7,962.51	8,071.49
Financial liabilities				
Borrowings	-	-	2,581.03	2,581.03
Trade payables	-	-	4,984.81	4,984.81
Lease liabilities	-	-	11.08	11.08
Other financial liabilities	-	-	3.81	3.81
Total	-	-	7,580.73	7,580.73

Category-wise Classification of Financial Instruments:

The financial instruments are categorised in to three levels, based on the inputs used to arrive at fair value measurement as described below :

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 — Inputs based on unobservable market data.

Valuation Methodology
Financial Instrument measured at Amortised Cost
The management assessed that cash and cash equivalents, other bank balances, trade receivables, other financial assets, trade payables, lease liabilities and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

For assets which are measured at fair value as at Balance Sheet date, the classification of fair value calculations by category is summarized below:

(₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3
Financial assets			
Investment (other than investment in subsidiaries, Joint Venture & Associates)			
As at March 31, 2024	-	-	-
As at March 31, 2023	-	-	21.15
As at April 01, 2022	-	-	21.15

35. Capital risk management

The Company manages its capital structures and makes adjustment in light of changes in economic conditions and requirements of financing covenants. To this end the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The primary objective of the Company's Capital Management is to maximize the shareholder value by maintaining an efficient capital structure and healthy ratios and safeguard Company's ability to continue as a going concern. The Company also works towards maintaining optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies, process during the year ended 31st March, 2024.

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Debt	2,475.60	3,208.25	2,581.03
Equity	9,438.79	4,669.77	3,008.65
Debt - Equity Ratio	0.26	0.69	0.86

Note

(i) Debt is defined as long-term and short-term borrowings including current maturities.

(ii) Equity includes all Capital & Other Equity.

36. Financial risk management

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risks. The company's senior management has the overall responsibility for establishing and governing the Company's risk management framework. The Company has constituted a risk management committee, which is responsible for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyse the risks faced by the company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Audit Committee of the Company.

A. Management of Market Risk
The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:
- Foreign Currency risk
- Interest rate risk

The above risks may affect the Company's income and expenses, or the value of its financial instruments. The Company's exposure to and management of these risks are explained below:

i) Foreign Currency Risk

The company does not have any instrument denominated or traded in foreign currency at the reporting date. Hence, such risk does not affect the company.

ii) Interest rate risk
Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

According to the Company interest rate risk exposure is only for floating rate borrowings. For floating rate liabilities, the analysis is prepared assuming that the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point 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.

Exposure to interest rate risk

Interest rate sensitivity
A change of 50 bps in interest rates would have following impact on profit before tax (₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
50 bp decrease would increase the profit before tax by	10.13	8.11	5.26
50 bp increase would decrease the profit before tax by	(10.13)	(8.11)	(5.26)

B) Credit Risk
Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments. Credit risk arising from investment in mutual funds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the international credit rating agencies.

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive evaluation and individual credit limits are defined in accordance with this assessment.

Three customers accounted for 80.76% of the revenue for the year ended March 31, 2024. Three customer accounted for 67.56% of the revenue for the year ended March 31, 2023.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

Movement in allowance for credit losses of receivables is as below:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Balance at the beginning of the year	113.09	113.09	22.98
Charge in statement of profit and loss	111.69	0.83	90.11
Release to statement of profit and loss	-	-	-
Utilised during the year	15.56	0.83	-
Balance at the end of the year	209.22	113.09	113.09

(C) Liquidity risk management
Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including, debt and overdraft / credit facilities from both domestic and international banks at an optimised cost. It also enjoys strong access to domestic capital markets across equity. The table below summarises the maturity profile of the Company's financial liabilities based on contractual payments:

(₹ in Lakhs)

Particulars	Carrying amount	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Year ended March 31, 2024						
Interest bearing borrowings	1,989.81	932.57	203.79	240.50	612.95	1,989.81
Trade payables	51,624.24	36,995.93	14,342.47	245.84	40.00	51,624.24
Lease liabilities	3.73	3.73				3.73
Other financial liabilities	429.91	429.91	-	-	-	429.91
Year ended March 31, 2023						
Interest bearing borrowings	2,777.40	2,503.93	181.13	62.86	29.48	2,777.40
Trade payables	12,647.07	12,607.07	-	40.00	-	12,647.07
Lease liabilities	7.68	3.95	3.73	-	-	7.68
Other financial liabilities	7.61	7.61	-	-	-	7.61
Year ended April 01, 2022						
Interest bearing borrowings	2,467.82	2,139.19	206.92	57.77	64.04	2,467.82
Trade payables	4,984.81	4,942.89	41.92	-	-	4,984.81
Lease liabilities	11.08	3.40	7.68	-	-	11.08
Other financial liabilities	3.81	3.81	-	-	-	3.81

Financial Arrangement
The Company had access to the following undrawn borrowing facilities at the end of the reporting period

(₹ in Lakhs)

Particulars	As At March 31, 2024	As At March 31, 2023
Expiring within one year (Bank overdraft and other facilities)	2,100.59	280.98
Expiring beyond one year (bank loans)	-	-

37. Segment
Segment reporting as defined in Indian Accounting Standard 108 is not applicable since the entire operation of the Company relates to only one segment i.e. IT Infrastructure and Managed services

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Notes to the Standalone Financial Statements

38. Gratuity

The disclosure in respect of the defined Gratuity Plan are given below:

A. Amount recognised in the Balance Sheet

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
(a)	Present Value of Plan Liabilities	44.99	36.18
(b)	Fair Value of Plan Assets	8.89	8.27
Net Plan Liability		**36.10**	**27.91**

B. Movements in Plan Liabilities

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
Present Value of Benefit Obligation at the Beginning of the Period		**36.18**	**34.92**
(a)	Interest Cost	2.71	2.66
(b)	Current Service Cost	3.73	3.62
(c)	Past Service Cost	-	-
(d)	Liability Transferred In/ Acquisitions	-	-
(e)	(Liability Transferred Out/ Divestments)	-	-
(f)	(Gains)/ Losses on Curtailment	-	-
(g)	(Liabilities Extinguished on Settlement)	-	-
(h)	(Benefit Paid Directly by the Employer)	-	-
(i)	(Benefit Paid From the Fund)	-	-
(j)	The Effect Of Changes in Foreign Exchange Rates	-	-
(k)	Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
(l)	Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	1.34	(0.64)
(m)	Actuarial (Gains)/Losses on Obligations - Due to Experience	1.03	(4.28)
Present Value of Benefit Obligation at the End of the Year		**44.99**	**36.18**

C. Movements in Plan Assets

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
Fair Value of Plan Assets at the Beginning of the Period		**8.27**	**7.72**
(a)	Interest Income	0.62	0.57
(b)	Contributions by the Employer	-	-
(c)	Expected Contributions by the Employees	-	-
(d)	Assets Transferred In/Acquisitions	-	-
(e)	(Assets Transferred Out/ Divestments)	-	-
(f)	(Benefit Paid from the Fund)	-	-
(g)	(Assets Distributed on Settlements)	-	-
(h)	Effects of Asset Ceiling	-	-
(i)	The Effect of Changes In Foreign Exchange Rates	-	-
(j)	Return on Plan Assets, Excluding Interest Income	-	(0.02)
Fair Value of Plan Assets at the End of the Year		**8.89**	**8.27**

D. Movements in Net Defined Liability

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
As at the Beginning of the Period		**27.91**	**27.19**
(a)	Interest Cost	2.71	2.66
(b)	Current Service Cost	3.73	3.62
(c)	Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
(d)	Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	1.34	(0.63)
(e)	Actuarial (Gains)/Losses on Obligations - Due to Experience	1.03	(4.28)
(f)	Interest Income	(0.62)	(0.57)
(g)	Contributions by the Employer	-	-
(h)	Return on Plan Assets, Excluding Interest Income	-	0.02
As at the End of the Year		**36.10**	**27.91**

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Notes to the Standalone Financial Statements

E. Amount recognised in the Statement of Profit and Loss as Employee Benefit Expenses

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
(a)	Current Service Cost	3.73	3.62
(b)	Net Interest Cost	2.09	1.99
(c)	Past Service Cost	-	-
(d)	(Expected Contributions by the Employees)	-	-
(e)	(Gains)/Losses on Curtailments And Settlements	-	-
(f)	Net Effect of Changes in Foreign Exchange Rates	-	-
Expenses Recognized in Statement of Profit & Loss		5.82	5.61
(a)	Actuarial (Gains)/Losses on Obligation For the Period	2.37	(4.91)
(b)	Return on Plan Assets, Excluding Interest Income	-	0.02
(c)	Change in Asset Ceiling	-	-
Net (Income)/Expense For the Period Recognized in OCI		2.37	(4.89)

F. Assumptions

With the objective of presenting the plan assets and plan liabilities of the defined benefits plans and post retirement medical benefits at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market conditions at the valuation date.

The significant actuarial assumptions were as follows:

Particulars		As at March 31, 2024	As at March 31, 2023
Financial Assumptions			
(a)	Expected Return on Plan Assets	7.49%	7.49%
(b)	Rate of Discounting	7.49%	7.49%
(c)	Rate of Salary Increase	7.00%	7.00%
(d)	Rate of Employee Turnover	2.00%	2.00%
Demographic Assumptions		Published rates under the Indian Assured Lives Mortality (2012-14)	

G. Sensitivity

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

(₹ in Lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
(a)	Discount Rate		
	- Increase by 100 bps	(4.53)	(3.65)
	- Decrease by 100 bps	5.28	4.24
(b)	Salary Escalation Rate		
	- Increase by 100 bps	4.42	3.44
	- Decrease by 100 bps	(3.86)	(3.01)
(c)	Attrition Rate		
	- Increase by 100 bps	0.13	0.24
	- Decrease by 100 bps	(0.16)	(0.27)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

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 method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet.
There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

H. The defined benefit obligations shall mature after year end as follows:

(₹ in Lak

Particulars	As at March 31, 2024	As at March 31, 2023
1st Following Year	2.72	2.48
2nd Following Year	1.04	0.86
3rd Following Year	1.12	0.94
4th Following Year	1.19	1.00
5th Following Year	1.31	1.06
Year 6 To 10	13.89	12.70
Year 11 and thereafter	91.63	75.09

Risks associated with defined benefit plan

Gratuity is a defined benefit plan and entity is exposed to the Following Risks:

Interest rate risk: A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

Salary Risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

Investment Risk: The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

Asset Liability Matching Risk: The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.

Mortality risk: Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

Concentration Risk: Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very low as insurance companies have to follow stringent regulatory guidelines which mitigate risk.

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39. Armee Infotech Limited (the 'Company') formerly known as Armee Infotech Private Limited was converted from a private limited company to a public limited company, pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on February 20, 2024 and consequently, the name of the Company has been changed to Armee Infotech Limited pursuant to a fresh certificate of incorporation by the Registrar of Companies dated April 24, 2024

40. The Code on Social Security, 2020 ('Code') has been notified in the Official Gazette of India on 29th September, 2020 which could impact the contributions of the Company towards certain employment benefits. The effective date from which changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period of notification of the relevant provisions

41. Other statutory information

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

ii) No proceedings have been 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.

iii) 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.

iv) 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."

v) 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).

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

vii) The Company does not have any transactions with companies which are struck off.

viii) The Company has been maintaining its books of accounts in the Tally Prime edit log which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021.

ix) The quarterly returns or statements of Receivables, inventories and creditors for goods filed by the Group with banks or financial institutions are in agreement with the books of accounts.

42. Events after reporting period

There were no significant adjusting events that occurred subsequent to the reporting period.

43. The Company has not entered with any Scheme(s) of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Arnna Maheshwari
Chief Financial Officer
Membership No: 412770
Place: Ahmedabad
Date : August 30, 2024

Ami R. Patel
Director
(DIN: 03330034)

Purnima Jain
Company Secretary
Membership No: A34071

Independent Auditor's Report
To the members of Armee Technology Services Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Armee Technology Services Private Limited (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act"), in the manner so required, and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the Financial Statements and Auditor's Report Thereon

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

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

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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditors' responsibilities relating to other Information'. We have nothing to report in this regard.

Management's responsibility for the Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act and the rules thereunder, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial 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, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management or Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the 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 SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and

UDIN: 24153599BKDKKT9142

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. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, based on our audit, we report that:

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

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   (c) The Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended dealt with by this Report are in agreement with the books of account.

   (d) In our opinion, the financial statements comply with the Ind AS specified under section 133 of the Act and the Rules thereunder, as amended.

   (e) On the basis of the written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of section 164(2) of the Act.

   (f) 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 litigation which would have impact on its financial statements.

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(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) The Company was not required to transfer any amount to the Investor Education and Protection Fund during the year.

(iv) (a) The management has represented 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, 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 person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(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 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.

(v) The Company has not declared or paid dividend during the year, and hence, reporting under sub-clause (f) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014, is not applicable.

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(vi) Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

For **Kantilal Patel & Co.**
Chartered Accountants
Firm's Registration No.: 104744W

Jinal A. Patel
Partner
Membership No.: 153599

Place: Ahmedabad
Date: August 27, 2024

UDIN: 24153599BKDKKT9142

Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Armee Technology Services Private Limited

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Armee Technology Services Private Limited)

To the best of our information and according to the explanations provided to us by the Company and the books of accounts and the records examined by us in the normal course of audit, we state that:

(i) In respect of the Company's Property, Plant and Equipment:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and the relevant details of right-of-use assets.

(B) The Company does not have intangible assets during the year and hence, reporting under Clause 3(i)(a)(B) is not applicable.

(b) The Company has a program of physical verification of Property, Plant and Equipment, so as to cover all the assets every year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, Property, Plant and Equipment due for verification during the year were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) Based on our examination of the property tax receipts and lease agreement(s) for assets on lease, registered sale deed/ transfer deed/ conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) Physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.

(b) The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence, reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms and limited liability partnerships or any other

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parties covered in the register maintained under section 189 of the Act. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.

(iv) The Company has not granted any loans, made investments or provided guarantees or securities during the year. Accordingly, reporting under clause 3(iv) of the Order is not applicable to the Company.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the operations of the Company.

(vii) In respect of statutory dues:

(a) In our opinion, the Company has generally been regular in depositing the 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 any other material statutory dues, as applicable, to the appropriate authorities.

There were 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, as applicable, in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

(b) Based on the records of the Company examined by us, there are no dues of Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other material statutory dues, as applicable, which have not been deposited on account of any dispute.

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (43 of 1961).

(ix) (a) The Company is regular in repayment of loans or other borrowings or in payment of interest thereon to lenders.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or government authority.

(c) The Company has utilised the money obtained by way of term loans during the year for the purpose for which they were obtained.

(d) According to the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

KPLC

UDIN: 24153599BKDKKT9142

(e) The Company does not have subsidiaries, associates or joint ventures during the year. Hence, reporting under clause 3(ix)(e) of the Order is not applicable.

(f) The Company does not have subsidiaries, associates or joint ventures during the year. Hence, reporting under clause 3(ix)(f) of the Order is not applicable.

(x) (a) The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.

(c) As represented to us by the management of the Company, there are no whistle blower complaints received by the Company during the year.

(xii) In our opinion, the Company is not a Nidhi company. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) The Company is not covered under Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014, for constituting an Audit Committee, and hence, Section 177 of the Act is not applicable to the Company. In our opinion, the Company is in compliance with section 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) (a) The Company does not have an internal audit system and is not covered under Rule 13(1) of the Companies (Accounts) Rules, 2014, and hence, reporting under clause 3(xiv)(a) of the Order is not applicable.

(b) The Company does not have an internal audit system and is not covered under Rule 13(1) of the Companies (Accounts) Rules, 2014, and hence, reporting under clause 3(xiv)(b) of the Order is not applicable.

(xv) In our opinion, during the year, the Company has not entered into non-cash transactions with directors or persons connected with its directors, and hence, provisions of section 192 of Act are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clauses 3(xvi)(a), (b), and (c) of the Order is not applicable to the Company.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence, reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.

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KPRL

Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Armee Technology Services Private Limited

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of directors and management plans, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) In our opinion, during the year, the Company is not covered under the criteria provided in sub-section (1) of Section 135 of the Act for applicability of provisions of corporate social responsibility (CSR), and hence, reporting under clause 3(xx)(a) of the Order is not applicable.

(b) In our opinion, during the year, the Company is not covered under the criteria provided in sub-section (1) of Section 135 of the Act for applicability of provisions of corporate social responsibility (CSR), and hence, reporting under clause 3(xx)(b) of the Order is not applicable.

For **Kantilal Patel & Co.,**
Chartered Accountants
Firm's Registration No.: 104744W

Jinal A. Patel
Partner
Membership No.: 153599

Place: Ahmedabad
Date: August 27, 2024

UDIN: 24153599BKDKKT9142

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

CIN: U72100GJ2009PTC058865

BALANCE SHEET AS ON MARCH 31, 2024

(₹ in lakhs)

Particular	Note	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
ASSETS				
Non - Current Assets				
Property, Plant And Equipment	3(A)	10.21	6.73	14.22
Right of Use Asset	3(B)	3.24	7.11	10.98
Financial Assets				
(i) Investments	4	-	0.26	0.26
(ii) Other Financial Assets	5	8.92	11.61	12.38
(iii) Loans	10	-	195.96	-
Deferred Tax Assets	16	16.36	2.43	1.15
Non-Current Tax Assets (Net)	6	43.60	39.30	39.30
Total Non - Current Assets		82.33	263.40	78.29
Current Assets				
Inventories	7	154.11	348.47	259.12
Financial Assets				
(i) Trade receivables	8	1,167.94	1,675.72	1,105.54
(ii) Cash and Cash equivalents	9	3.16	2.07	1.56
(iv) Loans	10	243.57	88.14	133.78
(v) Other Financial Assets	5	257.32	84.03	57.51
Other Current Assets	11	25.61	27.88	26.49
Total Current Assets		1,851.71	2,226.31	1,583.99
Total Assets		1,934.04	2,489.71	1,662.28
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital	12	111.00	111.00	111.00
Other Equity	13	183.28	103.13	40.05
Total Equity		294.28	214.13	151.05
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings	14(A)	-	128.81	108.96
(ii) Lease Liabilities	14(B)	-	3.73	7.68
Provisions	15	56.58	-	-
Total Non-Current Liabilities		56.58	132.54	116.64
Current Liabilities				
Financial Liabilities				
(i) Borrowings	14(A)	250.05	90.72	250.15
(ii) Lease Liabilities	14(B)	3.73	3.95	3.41
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises	18	6.27	0.01	0.03
Total outstanding dues other than Micro Enterprises and Small Enterprises	18	1,112.42	1,676.57	980.77
(iv) Other Financial Liabilities	19	38.79	-	-
Provisions	15	1.18	-	-
Other Current Liabilities	17	170.74	370.91	159.33
Current Tax Liabilities (Net)	16	-	0.88	0.90
Total Current Liabilities		1,583.18	2,143.04	1,394.59
Total Equity and Liabilities		1,934.04	2,489.71	1,662.28

The summary of material accounting policies and other explanatory information are an integral part of these financial statements 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 27, 2024

For and on Behalf of Board of Directors of
ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

Anil R. Patel
Director
(DIN: 03330034)

Kiritkumar C. Patel
Director
(DIN: 03330047)

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

CIN: U72100GJ2009PTC058865

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED March 31, 2024

(₹ in lakhs)

Particular	Note	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations	20	2,289.01	2,108.54
Other Income	21	19.65	7.92
Total Income		**2,308.66**	**2,116.46**
Expenses:			
Purchase Of Stock In Trade	22	1,316.67	1,366.31
Changes in Stock In Trade	23	194.36	(129.67)
Employee Benefits Expense	24	484.23	334.31
Finance Costs	25	22.40	15.22
Depreciation & Amortisation Expenses	3	5.25	11.56
Other Expenses	26	201.82	432.29
Total Expenses		**2,224.73**	**2,030.02**
Profit before Tax		**83.93**	**86.44**
Tax Expenses:			
Current Tax	16	20.91	24.72
Excess Provision of Earlier Year		(0.31)	(0.08)
Deferred Tax	16	(14.66)	(1.28)
Total Tax Expense		**5.94**	**23.36**
Net Profit after Tax		**77.99**	**63.08**
Other Comprehensive Income			
Items that will not be Reclassified to Profit or Loss			
Re-Measurements Gain of Defined Benefit Plans		2.89	-
Income Tax Effect	16	(0.73)	-
Total Other Comprehensive Income for the year		**2.16**	**-**
Total Comprehensive Income		**80.15**	**63.08**
Earnings Per Share (in ₹) (Face Value of ₹ 10 each, P.Y. ₹ 10 each)	27		
-Basic		7.03	5.68
-Diluted		7.03	5.68

The summary of material accounting policies and other explanatory information are an integral part of these financial statements — 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 27, 2024

For and on Behalf of Board of Directors of
ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

Amd R. Patel
Director
(DIN: 03330034)

Kiritkumar C. Patel
Director
(DIN: 03330047)

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED
CIN: U72100GJ2009PTC058865

Cash Flow Statement for the year ended on March 31, 2024

(₹ in lakhs)

	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
A	**Cash flow from Operating activities**		
	Profit before tax	83.93	86.44
	Adjustment for non cash items :		
	Depreciation	5.25	11.55
	Provision for doubtful debts (net)	0.88	-
	Finance charges	21.40	14.83
	Interest Income	(0.21)	(5.24)
	Dividend Income	(0.02)	(0.02)
	Inventory Written off	-	40.32
	Trade payables written back	(7.17)	-
	Operating Profit before working capital changes	104.06	147.88
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	194.36	(129.66)
	Trade receivables	517.33	(570.18)
	Non-Current Loans and Advances	195.96	(195.96)
	Current Loans and Advances	(155.43)	45.64
	Other current financial assets	(183.29)	(26.52)
	Other current assets	2.27	(1.39)
	Other non-current financial assets	2.89	0.77
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade payables	(550.72)	695.76
	Current Provisions	1.18	-
	Other current liabilities	(200.17)	211.58
	Non-current provisions	56.58	-
	Other current financial Liabilities	38.79	
	Cash generated from operations	23.81	177.94
	Direct taxes paid	(23.31)	(24.67)
	Net cash generated from / (used in) Operating activities	**0.50**	**153.27**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant and Equipment and Intangible Assets	(4.86)	(0.19)
	Proceeds from sale of Property, Plant and Equipment	-	-
	Redemption of Investment	0.26	-
	Interest received	-	5.24
	Dividend Income	0.02	0.02
	Net cash generated from / (used in) Investing activities	**(4.58)**	**5.07**
C	**Cash flow from financing activities**		
	Payment of lease liabilities	(4.45)	(4.24)
	Proceeds / (Repayment) of current borrowings (net)	158.33	(159.42)
	Finance charges paid	(20.90)	(14.00)
	Proceeds / (Repayment) of non current borrowings (net)	(128.81)	19.84
	Net cash generated from / (used in) Financing activities	**5.17**	**(157.82)**
	Net Increase / (decrease) in cash and cash equivalents	**1.09**	**0.52**
	Cash and Cash Equivalents - Opening Balance	2.07	1.55
	Cash and Cash Equivalents - Closing Balance	3.16	2.07

Note 1: The above cash flow statement has been prepared under the "Indirect method" as set out in Ind AS-7 "Statement of Cashflows".
Note 2: Cash and bank balances consist of Cash and cash equivalents - which includes cash on hand, balances with banks and other short-term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have original maturities of less than three months. These balances with banks are unrestricted for withdrawal and usage.

Note 3: Previous year's figures have been regrouped wherever necessary.

Note 4: Change in liability arising from financing activities:

(₹ in Lakhs)

Particulars	As at April 01, 2023	Cash Flow	Other changes	As at March 31, 2024
Non-current borrowings	128.81	(128.81)	-	-
Current borrowings	90.72	159.33	-	250.05
Interest Paid	-	(20.90)	20.90	-
Lease liabilities	7.68	(4.45)	0.50	3.73
Total	**227.21**	**5.17**	**21.40**	**253.78**

(₹ in Lakhs)

Particulars	As at April 01, 2022	Cash Flow	Other changes	As at March 31, 2023
Non-current borrowings	108.96	19.85	-	128.81
Current borrowings	250.14	(159.42)	-	90.72
Interest Paid	-	(14.00)	14.00	-
Lease liabilities	11.09	(4.24)	0.83	7.68
Total	**370.19**	**(157.81)**	**14.83**	**227.21**

Summary of material accounting policies. Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 27, 2024

For and on Behalf of Board of Directors of
ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

Anil R. Patel
Director
(DIN: 03330034)

Kiritkumar C. Patel
Director
(DIN: 03330047)

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

CIN: U72100GJ2009PTC058865

STATEMENT OF CHANGES IN EQUITY

(a) EQUITY SHARE CAPITAL:

(₹ in lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
	Nos	Amount	Nos	Amount	Nos	Amount
Equity Shares of Rs.10/- each, Issued, Subscribed and Fully Paid-up: Outstanding at the beginning of the year	11.10	111.00	11.10	111.00	11.10	111.00
Equity shares issued during year	-	-	-	-	-	-
Equity Shares outstanding at the end of the year*	**11.10**	**111.00**	**11.10**	**111.00**	**11.10**	**111.00**

*There are no prior period errors for the years ended March 31, 2023 and April 01, 2022.

(b) OTHER EQUITY:

(₹ in lakhs)

Particulars	Securities Premium	Retained earnings	Total
Balance as at April 01, 2022	-	40.05	40.05
Profit for the year	-	63.08	63.08
Other comprehensive income for the year			
Re-measurement gain on defined benefit plans (net of tax)	-	-	-
Other Appropriation	-	-	-
Balance as at March 31, 2023	-	103.13	103.13
Profit for the year	-	77.99	77.99
Other comprehensive income for the year	-	-	-
Re-measurement gain on defined benefit plans (net of tax)	-	2.16	2.16
Balance as at March 31, 2024	-	183.28	183.28

Summary of material accounting policies. Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 27, 2024

"KPC House", Besides High Court, ... Gate, Sola, Ahmedabad 380060

For and on Behalf of Board of Directors of
ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

Amd R. Patel
Director
(DIN: 03330034)

Kiritkumar C. Patel
Director
(DIN: 03330047)

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

CIN: U72100GJ2009PTC058865

Notes to the Financial Statements

Material Accounting Policies to Financial Statements

1 a Corporate information

Established in 2003, ArMee Technology Services Private Limited is a leading IT Infrastructure and System Integrator company focused on Government, PSU, BFSI, and Education Projects in IT and ITES. Our commitment to technical excellence, reliability, and professional service has earned us a stellar reputation for customer satisfaction and long - lasting relationships. Headquartered in Ahmedabad, Gujarat, Company has presence across 14+ locations in India, ensuring seamless service and support regardless of client location. Our mission is to exceed customer expectations by delivering innovative and customized IT solutions.

The Board of directors approved the financials statements for the period ended March 31, 2024 and authorised for issue on August 27, 2024.

b Basis of Preparation of Financial Statements

Compliance with Ind-AS

(i) The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 ('the Act') read with Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time. Presentation requirements of Division II of Schedule III to the Companies Act, 2013, "as amended", as applicable to the financial statements have been followed. These financial statements are separate financial statements of the Company. The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements. The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which are measured at fair value as explained in the accounting policies below.

(ii) Certain comparative figures appearing in these financial statements have been restated and/ or reclassified to better reflect the nature of those items.

(iii) The financial statements are presented in INR and all values are rounded to the nearest lakh (INR 00,000) as per the requirement of Schedule III, unless otherwise stated.

2 Significant accounting policies

a Current versus non-current classification

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

An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle 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:

- It is expected to be settled in normal operating cycle,
- It is held primarily for the purpose of trading,
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting

The Company classifies all other liabilities as non current.

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

Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or noncurrent classification of assets and liabilities.

b Property, plant and equipment

The Company has elected to regard previous GAAP carrying values of Property, plant and equipment as deemed cost at the date of transition to Ind AS.

An item of property, plant and equipment is recognised as an asset if it is probable that the future economic benefits associated with the item will flow to the Company and its cost can be measured reliably.

The initial cost of property, plant and equipment comprises its purchase price, non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Where, during any financial year, any addition has been made to any asset, or where any asset has been sold, discarded, demolished or destroyed, or significant components replaced; depreciation on such assets is calculated on a pro rata basis as individual assets with specific useful life from the month of such addition or, as the case may be, up to the month on which such asset has been sold, discarded, demolished or destroyed or replaced.

The Company reviews the residual value and useful life of an asset at least at each financial year-end and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate.

Depreciation on property, plant and equipment is provided on the straight-line method prescribed under Schedule II of the Act, computed on the basis of useful lives prescribed under Schedule II of the Act.

Material Accounting Policies to Financial Statements

c Borrowing costs

Borrowing costs directly/generally attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest calculated using the effective interest method that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

d Inventories

Inventories are stated at lower of cost or net realisable value.

Net realisable value is the price at which the inventories can be realised in the normal course of business after allowing for the cost of conversion from their existing state to a finished condition and for the cost of marketing, selling and distribution.

e Foreign Currency Translation

Functional and Presentation Currency

The financial statements are presented in Indian Rupees and are rounded to two decimal places of Lakhs which is also the Company's functional currency.

Transactions in foreign currencies are initially recorded by the Company at its functional currency spot rates at the date the 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 as at reporting date are recognised in statement of profit and loss.

f Revenue recognition from sale of products and services

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.

The performance obligation in case of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

The performance obligation in case of service is satisfied over a period of time. Income in respect of service contracts, which are generally in the nature of providing maintenance and support services, are recognised in statement of profit and loss on straight line basis over the period of the performance obligation.

g Other Income

Interest income

Interest income on financial assets is calculated using the effective interest method is recognised in the statement of profit and loss as part of other income.

h 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

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition. Trade Receivables are initially recognised at transaction price where that do not contain any significant portion of financing component. Transaction costs that are directly attributable to the acquisition or release of financial assets and financial liabilities respectively, which are not at fair value through profit or loss, are added to the fair value of underlying financial assets and liabilities on initial recognition. Trade receivables and trade payables that do not contain a significant financing component are initially measured at their transaction price.

Financial assets

Subsequent Measurement

Financial Assets are subsequently carried at amortized cost using the effective interest method.

Financial assets at amortised cost

A financial asset is subsequently measured at amortised cost which is held with objective 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.

De-recognition of financial assets

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Material Accounting Policies to Financial Statements

Financial liabilities

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

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

i Impairment of financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in Company's that share similar credit risk characteristics.

j Right-of-use assets and lease liabilities

As a lessee

Classification of lease:

The Company's leased asset consist of leases for building only. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

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

Recognition and initial measurement of right-of use assets:

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

Subsequent measurement of right-of-use asset:

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

Lease liabilities:

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments) and variable payments based on an index or rate. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

k Cash and bank balances

Cash and bank balances consist of:

- Cash and cash equivalents - which includes cash in hand, deposits held at call with banks and other short term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have maturities of less than three months from the date of such deposits. These balances with banks are unrestricted for withdrawal and usage.
- Other bank balances - which includes balances and deposits with banks that are restricted for withdrawal and usage.

l Cash Flow Statement

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

(i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;
(ii) non-cash items such as depreciation, provisions, and unrealised foreign currency gains and losses etc.; and
(iii) all other items for which the cash effects are investing or financing cash flows

Material Accounting Policies to Financial Statements

m. Employee Benefits

(i) Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences etc., and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

(ii) Post-Employment Benefits:

1. Defined Contribution Plans:

State governed Provident Fund Scheme and Employees State Insurance Scheme are defined contribution plans.
The contribution paid / payable under the schemes is recognised during the period in which the employees render the related services.

2. Defined Benefit Plans:

The Employee's Gratuity Fund Scheme and compensated absences is Company's defined benefit plans. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the 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.

For defined benefit plans, the amount recognised as 'Employee benefit expenses' in the Statement of Profit and Loss is the cost of accruing employee benefits promised to employees over the year and the costs of individual events such as past/future service benefit changes and settlements (such events are recognised immediately in rate to the net defined benefit liability or asset is charged or credited to 'Finance costs' in the Statement of Profit and Loss. Any differences between the interest income on plan assets and the return actually achieved and any changes in the liabilities over the year due to changes in actuarial assumptions or experience adjustments within the plans, are recognised immediately in 'Other comprehensive income' and subsequently not reclassified to the Statement of Profit and Loss.

All defined benefit plans obligations are determined based on valuations, as at the Balance Sheet date, made by independent actuary using the projected unit credit method. The classification of the Company's net obligation into current and non-current is as per the actuarial valuation report.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligations under the defined benefit plans, to recognise the obligation on net basis.

Gains or losses on the curtailment or settlement of any defined benefits plans are recognised when the curtailment or settlement occurs. Past service cost is recognised as expense on a straight-line basis over the average period until the benefits become vested.

(iii) Long Term Employee Benefits:

The employees' long term compensated absences are Company's defined benefit plans. The present value of the obligation is determined based on the actuarial valuation using the projected unit credit method as at the date of the balance sheet. In case of funded plans, the full value of plan assets is reduced from the gross obligation to recognise the obligation on the net basis.

n Provisions

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the time value of money is material, provisions are measured on a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

(i) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities and;

(ii) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities.

o Contract Balances

(i) Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract assets are recognised when there are excess of revenues earned over billings on contracts. Contract assets are classified as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

The amount recognised as contract assets is reclassified to trade receivables once the amounts are billed to the customer as per the terms of the contract. Contract assets are subject to impairment assessment. Refer to accounting policies on impairment of financial assets in section i Impairment.

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Notes to the Financial Statements

Material Accounting Policies to Financial Statements

(ii) Trade receivables
A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section h Financial instruments – initial recognition and subsequent measurement.

(iii) Contract liabilities
A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Unearned and deferred revenue ("contract liability") is recognised when there are billings in excess of revenues.

p Income taxes
Tax expense for the year comprises current and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the statement of profit and loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying values of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying value of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to cover or settle the carrying value of its assets and liabilities.

Deferred tax assets and liabilities are offset to the extent that they relate to taxes levied by the same tax authority and there are legally enforceable rights to set off current tax assets and current tax liabilities within that jurisdiction.

Current and deferred tax are recognised as an expense or income in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

q Key Accounting Estimates and Judgments
The preparation of the Company's Financial Statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Critical Accounting Estimates and Assumptions
The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

(i) Income Taxes
The Company's tax jurisdiction is India. Significant judgments are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

(ii) Property, Plant and Equipment
Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

(iii) Defined Benefit Obligation
The costs of providing pensions and other post employment benefits are charged to the Statement of Profit and Loss in accordance with IND AS 19 'Employee benefits' over the period during which benefit is derived from the employees' services. The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates.

6. Recent accounting pronouncements Issued but not effective: Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended 31st March, 2024, MCA has not notified any new standards or amendments to the existing standards.

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Material Accounting Policies to Financial Statements

t. First time adoption of Ind AS

Upto the Financial year ended 31st March 2023, the Company prepared its financial statements in accordance with accounting standards notified under the Section 133 of the Act, read together with paragraph 7 of the companies (accounts) Rule,2014 (" Indian GAAP" or "Previous GAAP").

The financial statement for the year ended 31st March 2024 is the first set of Financial Statements prepared in accordance with the requirements of Ind AS 101 - First time adoption of Indian Accounting Standards. Accordingly, the transition date to Ind AS is 01st April 2022.
The impact of above to the equity as at 31st March 2023, April 01, 2022 and on total comprehensive income for the years ended 31st March 2023, April 01, 2022 has been explained as under.

A. Optional exemptions on first-time adoption of Ind AS

Ind AS 101, First-time Adoption of Indian Accounting Standards, allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has accordingly applied the following exemptions.

i. Deemed cost for property, plant and equipment

Since there is no change in the functional currency, the Company has elected to continue with carrying value for all of its property, plant and equipment as recognized in its Indian GAAP financial statements as its deemed cost at the date of transition after making adjustments for decommissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38, Intangible Assets and investment properties. Accordingly the management has elected to measure all of its property, plant and equipment and intangible assets at their Indian GAAP carrying value.

ii.Designation of previously recognised financial instruments

Financial assets and financial liabilities are classified at fair value based on facts and circumstances as at the date of transition to Ind AS.

B. Mandatory Exemption on first-time adoption of Ind AS

i.Estimates
An entity's estimates in accordance with Ind AS as at date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with Indian GAAP (After adjustments to reflect any difference in accounting policies),unless there is objective evidence that those estimates were errors.

Ind AS estimates that, are consistent with the estimate as at the same date made in conformity with previous GAAP.

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

Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

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Material Accounting Policies to Financial Statements

A. Reconciliation of Balance Sheet as at April 01, 2022 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		14.22	-	14.22
Right of Use Asset	e	-	10.98	10.98
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		0.26	-	0.26
(ii) Other Financial Assets	d	-	12.38	12.38
Non-Current Tax Assets (Net)		39.30	-	39.30
Deferred Tax Assets		1.12	0.03	1.15
Other Non-Current Assets	d	12.38	(12.38)	-
Total Non - Current Assets		**67.28**	**11.01**	**78.29**
Current Assets				
Inventories		259.12	-	259.12
Financial Assets				
(i) Trade receivables	d	1,105.54	-	1,105.54
(ii) Cash and Cash equivalents		1.56	-	1.56
(iii) Loans		136.01	(2.23)	133.78
(iv) Other Financial Assets	d	-	57.51	57.51
Other Current Assets	d	81.77	(55.28)	26.49
Total Current Assets		**1,583.99**	-	**1,583.99**
Total Assets		**1,651.27**	**11.01**	**1,662.28**
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		111.00	-	111.00
Other Equity	h	40.13	(0.08)	40.05
Total Equity		**151.13**	**(0.08)**	**151.05**
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings		108.96	-	108.96
(ii) Lease Liabilities	e	-	7.68	7.68
Provisions		-	-	-
Deferred Tax Liabilities	b	-	-	-
Total Non-Current Liabilities		**108.96**	**7.68**	**116.64**
Current Liabilities				
Financial Liabilities				
(i) Borrowings		250.15	-	250.15
(ii) Lease Liabilities	e	-	3.41	3.41
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises		0.03	-	0.03
Total outstanding dues other than Micro Enterprises and Small Enterprises		980.77	-	980.77
(iv) Other Financial Liabilities		-	-	-
Provisions			-	-
Other Current Liabilities		159.33	-	159.33
Current Tax Liabilities (Net)		0.90	-	0.90
Total Current Liabilities		**1,391.18**	**3.41**	**1,394.59**
Total Equity and Liabilities		**1,651.27**	**11.01**	**1,662.28**

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Notes to the Financial Statements

Material Accounting Policies to Financial Statements
B. Reconciliation of Balance Sheet as at March 31, 2023 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		6.73	-	6.73
Right of Use Asset	e	-	7.11	7.11
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		0.26	-	0.26
(ii) Other Financial Assets	d	-	11.61	11.61
(iii) Loans	d & f	195.96	-	195.96
Non-Current Tax Assets (Net)		39.30	-	39.30
Deferred Tax Assets	b	2.29	0.14	2.43
Other Non-Current Assets	d	11.61	(11.61)	-
Total Non - Current Assets		256.15	7.25	263.40
Current Assets				
Inventories		348.47	-	348.47
Financial Assets				
(i) Trade receivables	d	1,675.72	-	1,675.72
(ii) Cash and Cash equivalents		2.07	-	2.07
(iii) Other Bank Balances		-	-	-
(iv) Loans		91.69	(3.55)	88.14
(v) Other Financial Assets	f & d	-	84.03	84.03
Other Current Assets	d	108.36	(80.48)	27.88
Total Current Assets		2,226.31	-	2,226.31
Total Assets		2,482.46	7.25	2,489.71
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		111.00	-	111.00
Other Equity	h	103.56	(0.43)	103.13
Total Equity		214.56	(0.43)	214.13
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings		119.31	9.50	128.81
(ii) Lease Liabilities	e	-	3.73	3.73
Provisions		-	-	-
Deferred Tax Liabilities	b	-	-	-
Other Non Current Liabilities		-	-	-
Total Non-Current Liabilities		119.31	13.23	132.54
Current Liabilities				
Financial Liabilities				
(i) Borrowings		100.22	(9.50)	90.72
(ii) Lease Liabilities	e	-	3.95	3.95
(iii) Trade Payable				-
Total outstanding dues of Micro Enterprises and Small Enterprises		0.01	-	0.01
Total outstanding dues other than Micro Enterprises and Small Enterprises		1,676.57	-	1,676.57
(iv) Other Financial Liabilities		-	-	-
Provisions		-	-	-
Other Current Liabilities		370.91	-	370.91
Current Tax Liabilities (Net)		0.88	-	0.88
Total Current Liabilities		2,148.59	(5.55)	2,143.04
Total Equity and Liabilities		2,482.46	7.25	2,489.71

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Notes to the Financial Statements

Material Accounting Policies to Financial Statements

C. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2023

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Revenue from Operations		2,108.54	-	2,108.54
Other Income		7.92	-	7.92
Total Income		2,116.46	-	2,116.46
Expenses:				
Purchase of Stock in Trade		1,366.31	-	1,366.31
Changes In Stock in Trade		(129.67)	-	(129.67)
Employee Benefits Expense		334.31	-	334.31
Finance Costs	e	14.40	0.82	15.22
Depreciation & Amortisation Expenses	e	7.88	3.88	11.66
Other Expenses	d & e	436.52	(4.23)	432.29
Total Expenses		**2,029.55**	**0.47**	**2,030.02**
Profit before Tax		**86.91**	**(0.47)**	**86.44**
Tax Expenses:				
Current Tax		24.72	-	24.72
Excess Provision of Earlier Year		(0.08)	-	(0.08)
Deferred Tax	b	(1.17)	(0.11)	(1.28)
Total Tax Expense		23.47	(0.11)	23.36
Net Profit after Tax		**63.44**	**(0.36)**	**63.08**
Other Comprehensive Income/(Loss)				
Items that will not be Reclassified to Profit or Loss				
Re-Measurements (Loss)/Gain of Defined Benefit Plans	a	-	-	-
Income Tax Effect	c	-	-	-
Total Other Comprehensive Income for the year		-	-	-
Total Comprehensive Income	g	**63.44**	**(0.36)**	**63.08**

D. Reconciliation of Cash Flow Statement for the year ended March 31, 2023

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Net cash generated from / (used in) operating activities		149.02	4.25	153.27
Net cash generated from / (used in) investing activities		5.07	-	5.07
Net cash generated from / (used in) financing activities		(153.57)	(4.25)	(157.82)
Net increase / (decrease) in cash and cash equivalents		**0.52**	**0.00**	**0.52**
Cash and cash equivalents at the start of the year		1.55	-	1.55
Cash and cash equivalents at the end of the year	i	**2.07**	**0.00**	**2.07**

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Material Accounting Policies to Financial Statements

Foot Note to the Reconciliations

a. Remeasurement of cost of net defined liability

Both under Indian GAAP and Ind AS, the Company recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to profit or loss. Under Ind AS, remeasurements comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI.

b. Deferred Tax

The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the Indian GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.

c. Other Comprehensive Income

Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

d. Classification and fair value measurement of Financial Assets and Financial Liabilities

Financial assets and Financial Liabilities have been classified as per IND AS 109 read with IND AS 32.

e. Right of Use

As per Ind AS 116, company has recognised Lease Liabilities & Right of Use Assets of the present value of all future rent payments related to building. Right of Use Assets is amortised over the period of Lease Term.

g. Reconciliation of total comprehensive income between previously reported (referred as "Indian GAAP") and Ind AS is presented as under:

Particular	Year Ended March 31, 2023
Net Profit as per previously applicable Indian GAAP	63.44
Impact of applying Lease accounting on a property	(0.47)
Tax impact on Ind AS Adjustments	0.11
Net Profit before OCI as per IND AS	**63.08**
Other Comprehensive Income (OCI) (Net of Tax)	-
Total Comprehensive Income (OCI) (Net of Tax)	**63.08**

h. Reconciliation of Equity

Particular	Year Ended March 31, 2023	Year Ended April 01, 2022
Equity as per previously applicable Indian GAAP	214.56	151.13
Impact of applying Lease accounting on a property	(0.57)	(0.11)
Impact of measuring Security Deposits at Fair Value	-	
Tax impact on Ind AS Adjustments	0.14	0.03
Equity as per IND AS	214.13	151.05

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Notes to the Financial Statements

3(A). PROPERTY, PLANT AND EQUIPMENT (REFER NOTE NO. 2.b)

(₹ in lakhs)

Particulars	Office Equipment	Vehicles	Furniture and Fixtures	Electrical Fitting	Computers	Total
Gross Carrying Amount						
Deemed cost as at April 01, 2022*	2.06	4.93	6.99	0.02	0.22	14.22
Additions	-	-	-	-	0.20	0.20
Disposals	-	-	-	-	-	-
As at March 31, 2023	**2.06**	**4.93**	**6.99**	**0.02**	**0.42**	**14.42**
Additions	-	-	4.86	-	-	4.86
Disposals	-	-	-	-	-	-
As at March 31, 2024	**2.06**	**4.93**	**11.85**	**0.02**	**0.42**	**19.28**
Depreciation						
As at April 01, 2022	-	-	-	-	-	-
Charge for the year	1.26	4.93	1.20	0.02	0.28	7.69
Disposals	-	-	-	-	-	-
As at March 31, 2023	1.26	4.93	1.20	0.02	0.28	7.69
Charge for the year	0.20	-	1.12	-	0.06	1.38
Disposals	-	-	-	-	-	-
As at March 31, 2024	**1.46**	**4.93**	**2.32**	**0.02**	**0.34**	**9.07**

Particulars	Office Equipment	Vehicles	Furniture and Fixtures	Electrical Fitting	Computers	Total
Net Carrying Value						
As at March 31, 2024	**0.60**	-	**9.53**	-	**0.08**	**10.21**
As at March 31, 2023	**0.80**	-	**5.79**	-	**0.14**	**6.73**
As at April 01, 2022	**2.06**	**4.93**	**6.99**	**0.02**	**0.22**	**14.22**

* The Company has applied the optional exemption to measure its Property, Plant & Equipment at the date of transitional at their previous GAAP carrying amount and used it as the deemed cost for such assets.

3(B). RIGHT OF USE ASSETS (REFER NOTE NO. 2.j)

(₹ in lakhs)

Particulars	Office Building	Total
Gross Carrying Amount		
Deemed cost as at April 01, 2022	10.98	10.98
Additions	-	-
Disposals	-	-
As at March 31, 2023	**10.98**	**10.98**
Additions	-	-
Disposals	-	-
As at March 31, 2024	**10.98**	**10.98**
Depreciation		
As at April 01, 2022	-	-
Charge for the year	3.87	3.87
Disposals	-	-
As at March 31, 2023	**3.87**	**3.87**
Charge for the year	3.87	3.87
Disposals	-	-
As at March 31, 2024	**7.74**	**7.74**

Particulars	Office Building	Total
Net Carrying Value		
As at March 31, 2024	**3.24**	**3.24**
As at March 31, 2023	**7.11**	**7.11**
As at April 01, 2022	**10.98**	**10.98**

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

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Notes to the Financial Statements

4. Investments

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Unquoted Trade Investments in Equity - Progressive Bank (2600 equity Shares of ₹ 10 each fully Paid up)	-	0.26	0.26
Total non current investments	-	**0.26**	**0.26**

5. OTHER FINANCIAL ASSETS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
	[Unsecured considered good unless otherwise stated]			
(a)	Security deposits	5.37	8.27	9.04
(b)	Bank deposits with more than 12 months maturity	3.25	3.25	3.25
(c)	Interest accrued on fixed deposits	0.30	0.09	0.09
Total other non current financial assets		**8.92**	**11.61**	**12.38**

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
	[Unsecured considered good unless otherwise stated]			
(a)	Security deposits	10.13	2.02	1.52
(b)	Interest accrued on fixed deposits	-	-	-
(c)	Contract Assets - Amount due from customers (Unbilled Revenue)	257.19	82.01	55.99
Total other current financial assets		**267.32**	**84.03**	**57.51**

6.Non Current Tax Asset (Net)

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Advance income tax (net of provision)	43.60	39.30	39.30
Total non current tax assets		**43.60**	**39.30**	**39.30**

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED
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Notes to the Financial Statements

10. Loans

A. NON CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Other Loans and Advances	-	195.96	-
Total non current loans	**-**	**195.96**	**-**

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Loan to Employees	1.54	1.00	-
(b)	Other Loans and Advances	242.03	87.14	133.78
Total Current Loans		**243.57**	**88.14**	**133.78**

11. OTHER CURRENT ASSETS

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
	[Unsecured considered good unless otherwise stated]			
(a)	Advance to suppliers	0.44	3.55	2.23
(b)	Prepaid Expense	1.72	0.88	0.81
(c)	Others	23.45	23.45	23.45
Total current other assets		**25.61**	**27.88**	**26.49**

12. EQUITY SHARE CAPITAL

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Authorised			
12,10,000 Equity Shares of Rs. 10/- each	121.00	121.00	121.00
Issued, Subscribed and Paid Up			
11,10,000 Equity Shares of Rs. 10/- each fully paid	111.00	111.00	111.00

Terms/rights attached to equity shares

1. The company has only one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share. The dividend, if proposed by the Board of Directors is subject to the approval of shareholders, except in case on interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion of their shareholding, after distribution of all preferential amounts.

2. As at 31 March 2024, the Company is a wholly-owned subsidiary of Armee Infotech Limited, which holds 100% of the Company's issued share capital.

3. Details of share holders holding more than 5% of shares in the company

Sr No	Name of the share holder	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
		Nos	%	Nos	%	Nos	%
1	Ami R Patel	-	0.00%	6,54,900	59.00%	6,54,900	59.00%
2	Armee Infotech Limited (Formerly Armee Infotech Private Limited)	11,10,000	100.00%	1,55,400	14.00%	1,55,400	14.00%
3	Kiritbhai C.Patel	-	0.00%	66,600	6.00%	66,600	6.00%
4	Minaxi Patel	-	0.00%	66,600	6.00%	66,600	6.00%
5	Ridhish Patel	-	0.00%	1,66,500	15.00%	1,66,500	15.00%
		11,10,000	**100.00%**	**11,10,000**	**100.00%**	**11,10,000**	**100.00%**

12. EQUITY SHARE CAPITAL (Contd.)

4. Details of share held by promoters / promoters group at the end of the year:

Sr No	Name of the share holder	As at March 31, 2024			As at March 31, 2023			As at April 01, 2022		
		No of Shares	% of holding	% change	No of Shares	% of holding	% change	No of Shares	% of holding	% change
	Promoters/Promoters Group									
1	Ami R Patel	-	0.00%	-100%	6,54,900	59.00%	0%	6,54,900	59.00%	0%
2	Armee Infotech Limited (Formerly Armee Infotech Private Limited)	11,10,000	100.00%	614%	1,55,400	14.00%	0%	1,55,400	14.00%	0%
3	Kiritbhai C.Patel	-	0.00%	-100%	66,600	6.00%	0%	66,600	6.00%	0%
4	Minaxi Patel	-	0.00%	-100%	66,600	6.00%	0%	66,600	6.00%	0%
5	Ridhish Patel	-	0.00%	-100%	1,66,500	15.00%	0%	1,66,500	15.00%	0%
	Total	**11,10,000**	**100.00%**		**11,10,000**	**100.00%**		**11,10,000**	**100.00%**	

13. OTHER EQUITY

a) Retained Earnings

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

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Opening Balance	103.13	40.05	(13.78)
Add: Profit for the year	77.99	63.08	53.91
Add: Other Comprehensive Income			
Re-measurement gain on defined benefit plans (net of tax)	2.16	-	-
IND AS Adjustments	-	-	(0.08)
Other Appropriation	-	-	-
Closing Balance	**183.28**	**103.13**	**40.05**

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Notes to the Financial Statements

14(A). FINANCIAL LIABILITIES - BORROWINGS

A. NON CURRENT BORROWINGS

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured				
(a)	Term loans from banks	-	-	-
(b)	Equipment / Vehicle loans from banks & other	-	1.10	-
Total secured borrowings		-	1.10	-
Unsecured				
(a)	Corporates	-	21.12	-
(b)	Others	-	106.59	108.96
Total unsecured borrowings		-	127.71	108.96
Total Non current borrowings		-	128.81	108.96

B. CURRENT BORROWINGS

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured				
Loans repayable on demand from bank				
(a)	Cash credit	181.33	89.39	66.02
(b)	Current maturities of long term borrowings			
	(i) Term loans from banks	-	-	182.94
	(ii) Equipment / Vehicle loans	1.02	1.33	1.19
Total secured borrowings		182.35	90.72	250.15
Unsecured				
(a)	Corporates	-	-	-
(b)	Others	67.70	-	-
Total unsecured borrowings		67.70	-	-
Total current borrowings		250.05	90.72	250.15

The maturity profile of Company's borrowings is as below: (₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Not later than one year or on demand	250.05	90.72	250.15
Later than one year but not two years	-	128.81	108.96
Later than two years but not three years	-	-	-
Later than three years but not four years	-	-	-
Later than four years but not five years	-	-	-
More than five years	-	-	-
Total	250.05	219.53	359.11

Note 1: Cash Credit facilities secured by hypothecation of Stocks, trade receivables, Plant and Machinery of the company and personal guarantee extended by Promoter Director of the company.

Note 2: The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

Note 3: Equipment/vehicle loans taken from banks and others are secured against Against Hypothecation of Vehicle.

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Notes to the Financial Statements

14(B). LEASE LIABILITIES

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Lease liabilities	-	3.73	7.68
		-	-	-
Total non-current lease liabilities		**-**	**3.73**	**7.68**

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Lease liabilities	3.73	3.95	3.41
		-	-	-
Total current lease liabilities		**3.73**	**3.95**	**3.41**

C. MOVEMENT OF LEASE LIABILITIES

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Opening Balance	7.68	11.09	11.62
(b)	Add: Lease liability recognised during the year	-	-	-
(c)	Add: Interest accrued on lease liability	0.50	0.83	0.17
(d)	Less: Payment of Lease liabilities	(4.45)	(4.24)	(0.70)
Closing Balance		**3.73**	**7.68**	**11.09**

15. PROVISIONS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Provision for employee benefits (Refer note no.29) - Gratuity	56.58	-	-
Total non-current provisions		**56.58**	**-**	**-**

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Provision for employee benefits (Refer note no.29) - Gratuity	1.18	-	-
Total current provisions		**1.18**	**-**	**-**

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Notes to the Financial Statements

16. DEFERRED TAX

A. Movement in deferred tax assets and liabilities for the year ended March 31, 2024 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2023	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive	Recognized in equity	Balance as at March 31, 2024
Deferred tax assets:					
Liability on Disallowance u/s 43B of Income Tax Act	-	15.27	(0.73)	-	14.54
Property plant and equipment and intangible assets	2.29	(0.71)	-	-	1.58
ECL provision	-	0.11	-	-	0.11
Lease Liability	1.93	(0.99)	-	-	0.94
Total deferred tax assets	**4.22**	**13.68**	**(0.73)**	-	**17.17**
Deferred tax liabilities:					
Right of Use Asset	1.79	(0.98)	-	-	0.81
Total deferred tax liabilities	**1.79**	**(0.98)**	-	-	**0.81**
Net deferred tax (assets) / liabilities	**(2.43)**	**(14.66)**	**(0.73)**	-	**(16.36)**

B. Movement in deferred tax assets and liabilities for the year ended March 31, 2023 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2022	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive income	Recognized in equity	Balance as at March 31, 2023
Deferred tax assets:					
Property plant and equipment and intangible assets	1.12	1.17	-	-	2.29
Lease Liability	2.79	(0.86)	-	-	1.93
Total deferred tax assets	**3.91**	**0.31**	-	-	**4.22**
Deferred tax liabilities:					
Right of Use Asset	2.76	(0.97)	-	-	1.79
Total deferred tax liabilities	**2.76**	**(0.97)**	-	-	**1.79**
Net deferred tax (assets) / liabilities	**(1.15)**	**(1.28)**	-	-	**(2.43)**

Reconciliation of tax expense applicable to profit before tax at the latest statutory enacted tax rate in India to income-tax expense reported is as follows:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Profit before tax for the year	83.93	86.44
Enacted income tax rate in India applicable to the Company	25.17%	25.17%
Tax using the Company's domestic tax rate (A)	**21.12**	**21.76**
Tax effect of adjustment to reconcile expected income tax expense to reported income tax		
Difference of Liability on Disallowance u/s 43B of Income Tax Act	15.27	-
Others	0.09	1.60
Total adjustments (B)	**15.36**	**1.60**
Total income-tax expense (A+B)	**5.95**	**23.36**

16. CURRENT TAX LIABILITIES (NET)

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Current tax liabilities (net)	-	0.88	0.90
Total Current Tax Liabilities	-	**0.88**	**0.90**

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Notes to the Financial Statements

17. OTHER CURRENT LIABILITIES

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Advances received from customers (Contract Liabilities)	154.07	344.22	118.88
(b)	Statutory dues	16.67	5.46	17.83
(c)	Others	-	21.23	22.62
Total other current liabilities		170.74	370.91	159.33

18. TRADE PAYABLES

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Total outstanding dues of micro enterprises and small enterprises	6.27	0.01	0.03
(b)	Total outstanding dues of creditors other than micro enterprises and small enterprises	1,112.42	1,676.57	980.77
Total Trade Payables		1,118.69	1,676.58	980.80

(i) The amount due to Micro and Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small Enterprises are as below:

(₹ in lakhs)

Particular		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	The principal amount remaining unpaid to supplier as at the end of the year	6.27	0.01	0.03
(b)	The interest due thereon remaining unpaid to supplier as at the end of the year	-	-	-
(c)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-
(d)	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-	-
(e)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-

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Notes to the Financial Statements

18. TRADE PAYABLES (Contnd.)

Ageing of trade payables as at March 31, 2024 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	6.27	-	-	-	-	6.27
Others	1,100.39	1.09	1.91	-	9.05	1,112.44
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	-	-	-
Total	**1,106.66**	**1.09**	**1.91**	**-**	**9.05**	**1,118.71**

Ageing of trade payables as at March 31, 2023 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	0.01	-	-	-	-	0.01
Others	1,674.26	-	-	0.31	-	1,674.57
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	2.00	-	2.00
Total	**1,674.27**	**-**	**-**	**2.31**	**-**	**1,676.58**

Ageing of trade payables as at April 01, 2022 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	0.03	-	-	-	-	0.03
Others	979.72	0.70	-	0.35	-	980.77
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	-	-	-
Total	**979.75**	**0.70**	**-**	**0.35**	**-**	**980.80**

19. OTHER FINANCIAL LIABILITIES

(₹ in lakhs)

Particular	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Interest accrued but not due	-	-	-
(b) Other Liabilities	38.79		
Total other current financial liabilities	**38.79**	**-**	**-**

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20. REVENUE FROM OPERATIONS

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Sale of products	1,289.47	1,292.73
(b)	Sale of Service		
	- Commission Income	193.38	109.80
	- Installation Charges	41.66	33.65
	- Support Service Income	764.50	672.36
Total revenue from operations		**2,289.01**	**2,108.54**

Assets and liabilities related to contracts with customers

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Trade receivable	1,157.94	1,675.72
Contract liabilities (Advance from customers)	164.07	344.22

Reconciliation of revenue recognised in Statement of profit and loss with contract price

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Contract price	2,299.30	2,108.54
Less: Discount, rebates and credits	10.29	-
Revenue from operations	**2,289.01**	**2,108.54**

There are no remaining performance obligations unsatisfied (or partially unsatisfied) as of the end of reporting period.

21. OTHER INCOME

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest income on -		
	(i) Term Deposit with Bank	0.21	5.25
	(ii) Others	10.90	-
(b)	Dividend Income	0.02	0.02
(c)	Trade payables written back	7.17	-
(d)	Miscellaneous Income	1.35	2.65
Total other income		**19.65**	**7.92**

22. PURCHASE OF STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Traded Goods	1,316.57	1,366.31
Total purchase of Traded Goods		**1,316.57**	**1,366.31**

23. CHANGES IN STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
Inventories at the end of the year			
(a)	Stock in Trade	154.11	348.47
(b)	Inventory write off		40.32
		-	-
Inventories at the beginning of the year		-	-
(a)	Stock in Trade	348.47	259.12
Total changes in stock in trade		**194.36**	**(129.67)**

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24. EMPLOYEE BENEFIT EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Salaries and wages	393.22	315.02
(b)	Contribution to provident and other funds	89.54	17.38
(c)	Staff welfare expenses	1.47	1.91
Total employee benefit expenses		**484.23**	**334.31**

25. FINANCE COSTS

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest expense on:		
	(i) Vehicle Loan	0.18	0.27
	(iii) Cash Credit	14.02	11.53
	(v) Income Tax	-	0.12
	(vi) Lease Liability	0.50	0.83
	(vii) Others	1.00	0.28
(b)	Bank charges	6.70	2.19
Total finance cost		**22.40**	**15.22**

26. OTHER EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Rent Expense	22.94	15.45
(b)	Repairs to		
	(i) Building	-	-
	(ii) Others	12.07	17.36
(c)	Payment to auditors	2.78	2.16
(d)	Consultancy Charges	18.95	24.93
(e)	Travelling Expense	66.79	55.89
(f)	Courier & Postage Exp	11.70	11.98
(g)	Debit Balance W/Off	10.30	22.28
(h)	Installation Expense	20.90	36.02
(i)	Insurance Expense	8.49	4.08
(j)	Inventory Written Off	-	40.32
(k)	Office Expense	6.80	3.67
(l)	Power & Fuel Expenses	1.98	0.43
(m)	Purchase Related to Service Income	-	188.61
(n)	Rates & Taxes	1.88	0.24
(o)	Service Charges	2.50	2.77
(p)	Stationery & Printing Exp.	2.59	2.56
(q)	Miscellaneous expenses	13.37	3.54
(r)	Expected credit loss for trade receivables	0.88	-
Total other expenses		**201.92**	**432.29**

Payment to auditors		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	As auditor:		
	(i) Audit fee	1.15	2.16
	(ii) Tax audit fee	0.88	-
(b)	In other capacity:		
	(i) Taxation & other matters	0.75	-
Total		**2.78**	**2.16**

27. Earnings per Equity Share (EPS)

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Profit after tax attributable to equity share holders for basic and diluted EPS	77.99	63.08
(b)	Weighted average no. of equity shares outstanding during the year for basic and dilutive EPS	11,10,000	11,10,000
(c)	Basic and diluted earnings per share (in ₹)	7.03	5.68
(d)	Nominal value per Share (in ₹)	10.00	10.00

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28. Gratuity
The disclosure in respect of the defined Gratuity Plan are given below:

A. Amount recognised in the Balance Sheet

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Present Value of Plan Liabilities	57.76	-	-
(b) Fair Value of Plan Assets	-	-	-
Net Plan Liability/ (Asset)	**57.76**	-	-

B. Movements in Plan Liabilities

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Present Value of Benefit Obligation at the Beginning of the	49.03	-	-
(a) Interest Cost	3.68	-	-
(b) Current Service Cost	7.93	-	-
(c) Past Service Cost	-	-	-
(d) Liability Transferred In/ Acquisitions	-	-	-
(e) (Liability Transferred Out/ Divestments)	-	-	-
(f) (Gains)/ Losses on Curtailment	-	-	-
(g) (Liabilities Extinguished on Settlement)	-	-	-
(h) (Benefit Paid Directly by the Employer)	-	-	-
(i) (Benefit Paid From the Fund)	-	-	-
(j) The Effect Of Changes in Foreign Exchange Rates	-	-	-
(k) Actuarial (Gains)/Losses on Obligations - Due to Change in	-	-	-
(l) Actuarial (Gains)/Losses on Obligations - Due to Change in	2.15	-	-
(m) Actuarial (Gains)/Losses on Obligations - Due to	(5.04)	-	-
Present Value of Benefit Obligation at the End of the Period	**57.75**	-	-

C. Amount recognised in the Statement of Profit and Loss as Employee Benefit Expenses

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Current Service Cost	7.93	-	-
(b) Net Interest Cost	3.68	-	-
(c) Past Service Cost	-	-	-
(d) (Expected Contributions by the Employees)	-	-	-
(e) (Gains)/Losses on Curtailments And Settlements	-	-	-
(f) Net Effect of Changes in Foreign Exchange Rates	-	-	-
Expenses Recognized in Statement of Profit & Loss	**11.61**	-	-
(a) Actuarial (Gains)/Losses on Obligation For the Period	(2.89)	-	-
(b) Return on Plan Assets, Excluding Interest Income	-	-	-
(c) Change in Asset Ceiling	-	-	-
Net (Income)/Expense For the Period Recognized in OCI	**(2.89)**	-	-

E. Assumptions
With the objective of presenting the plan assets and plan liabilities of the defined benefits plans and post retirement medical benefits at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market conditions at the

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Financial Assumptions			
(a) Expected Return on Plan Assets	0.00%	0.00%	0.00%
(b) Rate of Discounting	7.21%	7.50%	0.00%
(c) Rate of Salary Increase	7.00%	7.00%	0.00%
(d) Rate of Employee Turnover	2.00%	2.00%	0.00%
Demographic Assumptions	Published rates under the Indian Assured Lives Mortality (2012-14) Urban table.		

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G. Sensitivity

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Discount Rate			
	- Increase by 100 bps	(6.97)	-	-
	- Decrease by 100 bps	8.40	-	-
(b)	Salary Escalation Rate			
	- Increase by 100 bps	8.34	-	-
	- Decrease by 100 bps	(7.04)	-	-
(c)	Attrition Rate			
	- Increase by 100 bps	(0.02)	-	-
	- Decrease by 100 bps	-	-	-

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

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

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 method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

H. The defined benefit obligations shall mature after year end as follows:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
1st Following Year	1.18	-	-
2nd Following Year	1.28	-	-
3rd Following Year	1.41	-	-
4th Following Year	1.53	-	-
5th Following Year	4.89	-	-
Year 6 To 10	19.88	-	-
Year 11 and thereafter	152.97	-	-

Risks associated with defined benefit plan

Gratuity is a defined benefit plan and entity is exposed to the Following Risks:

Interest rate risk: A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

Salary Risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

Investment Risk: The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

Asset Liability Matching Risk: The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.

Mortality risk: Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

Concentration Risk: Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very low as insurance companies have to follow stringent regulatory guidelines which mitigate risk.

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Notes to the Financial Statements

29. RELATED PARTY TRANSACTIONS

The company's related parties principally consist of its associates, Key managerial personnel and relatives thereto . The company routinely enters into transactions with these related parties in the ordinary course of business at market rates and terms.
The following tables summarises related party transactions and balances included in the financial statements of the Company for the year ended March 31, 2024 and March 31, 2023 as required by Indian Accounting Standard - 24 "Related Parties Disclosures":

A. Name of Related Parties and Relationship

Name of the related party	Relationship
Ami Ridhish Patel	Director
Kiritkumar Chimanbhai Patel	Director
Ridhish Kiritbhai Patel	Relative of Key Managerial Personnel
Nehal Desai	Relative of Key Managerial Personnel
Arrow Power Tech Private Limited	Enterprise significantly influenced by Key managerial Personnel's
Armee Infotech Limited (Formerly known as Armee Infotech Private Limited)	Enterprise significantly influenced by Key managerial Personnel's

* ArMee Infotech Limited became holding company on October 10, 2023.

B. Transactions during the Year with Related Parties mentioned in (a) above, in

(₹ in lakhs)

	Transaction	Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key managerial Personnel's	Holding Company	Total
a)	**Purchase/Services**					
	(i) Armee Infotech Limited *			2.99	1.70	4.69
	P.Y			1,485.38	-	1,485.38
	(ii) Arrow Power Tech Limited			1,214.09		1,214.09
	P.Y			0.76		0.76
b)	**Sale**					
	(i) Armee Infotech Limited *			-	299.26	299.26
	P.Y			132.13		132.13
	(ii) Arrow Power Tech Limited			0.01		0.01
	P.Y			-		-
c)	**Salary**					
	(i) Nehal Desai		3.82			3.82
	P.Y		3.62			3.62
	(ii) Ami Ridhish Patel	8.67				8.67
	P.Y	-				-
d)	**Rent**					
	(i) Ami Ridhish Patel	4.20				4.20
	P.Y	-				-
e)	**Loans Taken**					
	(i) Ami Ridhish Patel	4.60				4.60
	P.Y	6.84				6.84
f)	**Repayment of Loan taken**					
	(i) Ami Ridhish Patel	-				-
	P.Y	6.75				6.75
	(ii) Ridhish Kiritbhai Patel		0.66			0.66
	P.Y		-			-
	(iii) Kiritkumar Chimanbhai Patel	69.12				69.12
	P.Y	-				-

* * ArMee Infotech Limited became holding company on October 10, 2023.

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C. Balances outstanding as at the year end:

(₹ in lakhs)

		Transaction		Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key managerial Personnel's	Holding Company	Total
(a)	Amount Payable							
	(1) Purchase							
		(i) Armee Infotech Limited				-	-	-
			P.Y			1,592.25	-	1,592.25
		(ii) Arrow Power Tech Limited				1,090.87		1,090.87
			P.Y			-		-
	(2) Loan Taken							
		(i) Ami Ridhish Patel		40.08				40.08
			P.Y	35.48				35.48
		(ii) Ridhish Kiritbhai Patel			1.00			1.00
			P.Y		1.66			1.66
		(iii) Kiritkumar Chimanbhai Patel		0.33				0.33
			P.Y	69.45				69.45
	(3) Advance received							
		(i) Armee Infotech Limited					152.82	152.82
			P.Y				-	-
(b)	Amount Receivable							
	(1) Sales							
		(i) Armee Infotech Limited				-	200.55	200.55
			P.Y			3.71	-	3.71
		(ii) Arrow Power Tech Limited				0.25		0.25
			P.Y			0.24		0.24

Notes

1 No amount has been provided as doubtful debts or advances / written off or written back in respect of debts due from / to above

2 The transaction with related parties are made on terms equivalent to those that

3 The company has obtained secured and unsecured borrowing from Bank and other financial institutions. Personal guarantee amounted to Rs 181.33 Lakhs (P.Y. 89.39 Lakhs) is given by Key managerial personal and their relative.

D. Compensation to Key Managerial Personnel of the Company:

(₹ in lakhs)

	Nature of Benefits	As at March 31, 2024	As at March 31, 2023
(a)	Short-term Employee Benefits	8.67	-
(b)	Post-employment Gratuity Benefits *	-	-
Total		8.67	-

* Key Managerial Personnel and Relatives of Promoters who are under the employment of the Group are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19 - 'Employee Benefits' in the consolidated financial statements. Post-employment gratuity benefits of Key Managerial Personnel has not been included in (b) above.

ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

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Notes to the Financial Statements

30. Financial Ratios

Particulars	Numerator	Denominator	31st March, 2024	31st March, 2023	Variance (%)	Reason for variance
(a) Current ratio (in times)	[Current assets]	[Current liabilities]	1.17	1.04	12.59%	-
(b) Debt equity ratio (in times)	[Total borrowings:- Non-current borrowings + Current borrowings]	[Total equity:- Equity share capital + Other equity]	0.86	1.06	(18.73%)	-
(c) Debt service coverage ratio (in times)	[Earnings available for debt service:- Net profit after tax + Depreciation & amortisation expense + Finance costs+Loss on sale of fixed assets-Profit on sale of fixed assets]	Debt service:- [Finance costs + Scheduled principal repayments (excluding prepayments) during the period for non- current Debts+Lease repayment]	4.51	5.43	(16.93%)	-
(d) Return on equity (%)	[Net profit after tax]	[Average shareholder's equity:- Equity: Share capital + Other equity]	30.68%	34.55%	(11.20%)	-
(e) Inventory turnover ratio	[Revenue from operation]	[Average inventory]	9.11	6.94	31.24%	Increase is primarily attributable to reduction in inventory
(f) Trade receivables turnover ratio	[Revenue from operations]	[Average trade receivables]	1.62	1.52	6.55%	-
(g) Trade payables turnover ratio	[Purchases]	[Average trade payable]	0.94	1.03	(8.39%)	-
(h) Net capital turnover ratio	[Revenue from operations]	[Working capital:- Current assets - Current liabilities]	8.52	25.32	(66.34%)	Decrease is primarily attributable to increase in working capital requirement
(i) Net profit ratio (%)	[Net profit after tax]	[Turnover:- Revenue from operations]	3.41%	2.99%	13.89%	-
(j) Return on capital employed (%)	[Profit before tax and Finance costs:- Profit before taxes +/(-) exceptional items + Net finance charges] [Net finance charges: Finance costs - Interest income]	[Capital employed:- Equity share capital + Non current borrowings + Current borrowings +Deferred tax liabilities]	35.68%	29.31%	21.75%	-
(k) Return on investment (%)	Income generated from invested funds	(Net gain/(loss) on sale/fair value changes of mutual funds/Average investment funds in current investments)	NA	NA	NA	NA

31. Financial instruments

Category-wise Classification of Financial Instruments:

(₹ in Lakhs)

Particulars	As at March 31, 2024			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	1,157.94	1,157.94
Cash and cash equivalents	-	-	3.16	3.16
Investments	-	-	-	-
Loans	-	-	243.57	243.57
Other financial assets	-		276.24	276.24
Total	-	-	**1,680.91**	**1,680.91**
Financial liabilities				
Borrowings	-	-	250.05	250.05
Trade payables	-	-	1,118.69	1,118.69
Lease liabilities	-	-	60.31	60.31
Other financial liabilities	-	-	-	-
Total	-	-	**1,429.05**	**1,429.05**

(₹ in Lakhs)

Particulars	As at March 31, 2023			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	1,675.72	1,675.72
Cash and cash equivalents	-	-	2.07	2.07
Investments	-	-	0.26	0.26
Loans	-	-	284.10	284.10
Other financial assets	-	-	95.64	95.64
Total	-	-	**2,057.79**	**2,057.79**
Financial liabilities				
Borrowings	-	-	219.53	219.53
Trade payables	-	-	1,676.58	1,676.58
Lease liabilities	-	-	7.68	7.68
Other financial liabilities	-	-	-	-
Total	-	-	**1,903.79**	**1,903.79**

(₹ in Lakhs)

Particulars	As at April 01, 2022			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	1,105.54	1,105.54
Cash and cash equivalents	-	-	1.55	1.55
Investments	-	-	0.26	0.26
Loans	-	-	133.78	133.78
Other financial assets	-	-	57.51	57.51
Total	-	-	**1,298.64**	**1,298.64**
Financial liabilities				
Borrowings	-	-	359.11	359.11
Trade payables	-	-	980.80	980.80
Lease liabilities	-	-	11.09	11.09
Other financial liabilities	-	-	-	-
Total	-	-	**1,351.00**	**1,351.00**

Category-wise Classification of Financial Instruments:
The financial instruments are categorised in to three levels, based on the inputs used to arrive at fair value measurement as described below :

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 — Inputs based on unobservable market data.

Valuation Methodology
Financial Instrument measured at Amortised Cost
The management assessed that cash and cash equivalents, other bank balances, trade receivables, other financial assets, trade payables, lease liabilities and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

For assets which are measured at fair value as at Balance Sheet date, the classification of fair value calculations by category is summarized below:

(₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3
Financial assets Investment (other than investment in subsidiaries, Joint Venture & Associates)			
As at March 31, 2024	-	-	-
As at March 31, 2023	-	-	-
As at April 01, 2022	-	-	-

32. Capital risk management

The Company manages its capital structures and makes adjustment in light of changes in economic conditions and requirements of

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Debt	250.05	219.53	359.11
Equity	294.28	214.13	151.05
Debt - Equity Ratio	0.85	1.03	2.38

Note
(i) Debt is defined as long-term and short-term borrowings including current maturities.
(ii) Equity includes all Capital & Other Equity.

33. Financial risk management

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risks. The

A. Management of Market Risk
The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:
- Foreign Currency risk
- Equity risk
- Interest rate risk

The above risks may affect the Company's income and expenses, or the value of its financial instruments. The Company's exposure to and management of these risks are explained below:

i) Foreign Currency Risk

The company does not have any instrument denominated or traded in foreign currency at the reporting date. Hence, such risk does not affect the company.

iii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

According to the Company interest rate risk exposure is only for floating rate borrowings. For floating rate liabilities, the analysis is prepared assuming that the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point 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.

Exposure to interest rate risk

Interest rate sensitivity

A change of 50 bps in interest rates would have following impact on profit before tax

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
50 bp decrease would increase the profit before	0.70	-
50 bp increase would decrease the profit before	(0.70)	-

B) Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments. Credit risk arising from investment in mutual funds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the international credit rating agencies.

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive evaluation and individual credit limits are defined in accordance with this assessment.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

Movement in allowance for credit losses of receivables is as below:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	-	-
Charge in statement of profit and loss	0.89	-
Release to statement of profit and loss	-	-
Utilised during the year	0.44	-
Balance at the end of the year	**0.45**	-

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(C) Liquidity risk management

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including, debt and overdraft / credit facilities from both domestic and international banks at an optimised cost. It also enjoys strong access to domestic capital markets across equity. The table below summarises the maturity profile of the Company's financial liabilities based on contractual payments:

(₹ in Lakhs)

Particulars	Carrying amount	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Year ended March 31, 2024						
Interest bearing borrowings	182.35	182.35				182.35
Trade payables	1,118.69	1,107.75	1.91	-	9.05	1,118.71
Lease liabilities	3.73	3.73				3.73
Other financial liabilities	38.79	38.79				38.79
Year ended March 31, 2023						
Interest bearing borrowings	219.53	90.72	128.81			219.53
Trade payables	1,676.58	1,674.27	-	2.31	-	1,676.58
Lease liabilities	7.68	3.95	3.73			7.68
Other financial liabilities	-	-	-	-	-	-
Year ended April 01, 2022						
Interest bearing borrowings	359.11	250.15	108.96			359.11
Trade payables	980.80	980.45	-	0.35	-	980.80
Lease liabilities	11.09	3.41	3.95	3.73	-	11.09
Other financial liabilities	-	-	-	-	-	-

Financial Arrangement

The Company had access to the following undrawn borrowing facilities at the end of the reporting period

(₹ in Lakhs)

Particulars	As At March 31, 2024	As At March 31, 2023
Expiring within one year (Bank overdraft and other facilities)	18.67	10.61
Expiring beyond one year (bank loans)	-	-

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Notes to the Financial Statements

34. Other statutory information

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

ii) No proceedings have been 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.

iii) 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.

iv) 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."

v) 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).

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

vii) The Company does not have any transactions with companies which are struck off.

viii)The Company has been maintaining its books of accounts in the Tally Prime which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021.

ix) The quarterly returns or statements of Receivables, inventories and creditors for goods filed by the Group with banks or financial institutions are in agreement with the books of accounts.

35. Events after reporting period

There were no significant adjusting events that occurred subsequent to the reporting period.

36. The Company has not entered with any Scheme(s) of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 27, 2024

"KPC House", Besides High Court, Aun Tonum Gate, Sola, Ahmedabad 380060
KANTILAL PATEL & CO. CHARTERED ACCOUNTANTS

For and on Behalf of Board of Directors of
ARMEE TECHNOLOGY SERVICES PRIVATE LIMITED

Arpi R. Patel	**Kiritkumar C. Patel**
Director	Director
(DIN: 03330034)	(DIN: 03330047)
Place: Ahmedabad	
Date : August 27, 2024	

Independent Auditor's Report

To the members of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited) (the "Holding Company"), and its subsidiary (the Holding Company and the subsidiary together referred to as the "Group") which comprise the Consolidated Balance Sheet as at March 31, 2024, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the consolidated financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as 'consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act"), in the manner so required, and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2024 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

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

UDIN: 24153599BKDKKV6970

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditors' responsibilities relating to other Information'. We have nothing to report in this regard.

Management's responsibility for the Consolidated Financial Statements

The Holding Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance, including total comprehensive income, changes in equity and cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act and the rules thereunder, 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 Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors of the respective companies included in the Group are also responsible for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes

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our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

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

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consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.

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

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

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

Report on other legal and regulatory requirements

1. As required by section 143(3) of the Act, based on our audit, we report that:

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

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books

   (c) The Consolidated Balance Sheet as at March 31, 2024, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended dealt with by this Report are in agreement with the books of account.

   (d) In our opinion, the consolidated financial statements comply with the Ind AS specified under section 133 of the Act and the Rules thereunder, as amended.

   (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2024, taken on record by the Board of Directors of the Holding Company and of its subsidiary company, none of the directors of the Group's companies is disqualified as on March 31, 2024, from being appointed as a director in terms of section 164(2) of the Act.

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(f) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company with reference to the consolidated financial statements of the Holding Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A' to this report.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended, we report that to the best of our information and according to the explanations given to us, remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

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

(i) The Holding Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements. Please refer Note No. 30.

(ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) The Group was not required to transfer any amount to the Investor Education and Protection Fund during the year.

(iv) (a) The respective managements of the Holding Company and its subsidiary, which are companies incorporated in India have represented 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 Holding Company or any of such subsidiary to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective managements of the Holding Company and its subsidiary, which are companies incorporated in India have represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the Holding Company or any of such subsidiary from any person(s) or entity(ies), including foreign entities ("Funding Parties"),

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with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(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 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.

(v) The Company has not declared or paid dividend during the year, and hence, reporting under sub-clause (f) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014, is not applicable.

(vi) Based on our examination, which included test checks, the Holding Company and its subsidiary company incorporated in India have used an accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Holding Company and its subsidiary included in the consolidated financial statements of the Holding Company, we report that there are no qualifications or adverse remarks in these CARO reports.

For **Kantilal Patel & Co.,**
Chartered Accountants
Firm's Registration No.: 104744W

Jinal A. Patel
Partner
Membership No.: 153599

Place: Ahmedabad
Date: August 30, 2024

KANTILAL PATEL & CO. "KPC House", Besides High Court Auditorium Gate, Sola, Ahmedabad 380060 CHARTERED ACCOUNTANTS

UDIN: 24153599BKDKKV6970

Annexure A to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

Referred to in paragraph 1(f) under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Armee Infotech Limited (formerly known as Armee Infotech Private Limited))

Report on the internal financial controls with reference to the consolidated financial statements under section 143(3)(i) of the Act

We have audited the internal financial controls over financial reporting of the Holding Company and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") as of March 31, 2024 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

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

Auditor's responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the SAs prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those SAs 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 with reference to the consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to the consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

AHMEDABAD

UDIN: 24153599BKDKKV6970

Annexure A to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Armee Infotech Limited (formerly known as Armee Infotech Private Limited)

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 with reference to these consolidated financial statements 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 the consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the consolidated financial statements.

Inherent limitations of internal financial controls over financial reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Group has, in all material respects, an adequate internal financial controls system over financial reporting with reference to the consolidated financial statements and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **Kantilal Patel & Co.**,
Chartered Accountants
Firm's Registration No.: 104744W

Jinal A. Patel
Partner
Membership No.: 153599

KANTILAL PATEL & CO. "KPC House", Besides High Court Auditorium Gate, Sola, Ahmedabad 380060 CHARTERED ACCOUNTANTS

Place: Ahmedabad
Date: August 30, 2024

UDIN: 24153599BKDKKV6970

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
CIN - U72100GJ2011PLC063953

Consolidated Balance Sheet as on March 31, 2024

(₹ in lakhs)

Particular	Note No.	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
ASSETS				
Non - Current Assets				
Property, Plant and Equipment	3(A)	847.54	1,091.71	1,513.03
Right of Use Asset	3(B)	6.45	7.10	10.97
Intangible Assets	3(C)	-	-	-
Financial Assets				
(i) Investments	4	0.40	21.81	21.81
(ii) Other Financial Assets	5	2,195.80	812.15	85.28
Non-Current Tax Assets (Net)	6	311.40	94.23	217.09
Deferred Tax Assets	17	193.55	101.08	-
Other Non-Current Assets	12	-	-	2.59
Total Non - Current Assets		3,555.14	2,128.02	1,850.77
Current Assets				
Inventories	7	3,688.28	724.01	1,946.86
Financial Assets				
(i) Trade receivables	8	29,247.17	10,971.78	4,613.86
(ii) Cash and Cash equivalents	9	2,131.20	46.07	24.15
(iii) Other Bank Balances	10	1,638.23	748.13	1,186.23
(iv) Loans	11	759.51	472.96	763.91
(v) Other Financial Assets	5	22,415.18	5,839.99	1,376.23
Other Current Assets	12	3,915.38	673.63	679.47
Total Current Assets		63,794.95	19,476.58	10,590.73
Total Assets		67,350.09	21,604.60	12,441.50
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital	13	2,373.14	395.52	398.52
Other Equity	14	7,144.48	4,274.26	2,613.13
Total Equity		9,517.62	4,669.77	3,008.65
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings	15(A)	1,057.24	353.53	741.87
(ii) Lease Liabilities	15(B)	-	3.73	7.68
Provisions	16	502.12	499.29	17.89
Deferred Tax Liabilities	17	-	-	71.49
Other Non Current Liabilities	18	444.49	-	1,248.30
Total Non-Current Liabilities		2,003.85	856.55	2,087.03
Current Liabilities				
Financial Liabilities				
(i) Borrowings	15(A)	1,668.41	2,854.72	1,839.46
(ii) Lease Liabilities	15(B)	7.46	3.95	3.40
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises	19	1,975.97	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises	19	50,566.44	12,647.07	4,984.81
(iv) Other Financial Liabilities	20	468.70	7.61	3.81
Provisions	16	120.49	147.64	8.21
Other Current Liabilities	18	1,021.15	387.41	437.74
Current Tax Liabilities (Net)	17	-	29.68	67.39
Total Current Liabilities		55,828.62	16,078.28	7,345.82
Total Equity and Liabilities		57,350.09	21,604.60	12,441.50

The summary of material accounting policies and other explanatory information are an integral part of these financial statements — 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

"KPC House", Besides Old Court, Kantilal Patel & Co., Chartered Accountants

JINAL A. PATEL
Partner
Membership No. 153599

Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Atul R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
(Membership No: 412770)
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
CIN - U72100GJ2011PLC063953

Consolidated Statement Of Profit And Loss For The Year Ended March 31, 2024

(₹ in lakhs)

Particular	Note	Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from Operations	21	1,02,057.47	50,269.51
Other Income	22	341.87	1,297.91
Total Income		1,02,399.34	51,567.42
Expenses:			
Purchase of Stock in Trade	23	87,721.45	36,510.67
Changes In Stock in Trade	24	(2,784.68)	1,222.85
Employee Benefits Expense	25	4,229.55	3,739.56
Finance Costs	26	667.82	592.48
Depreciation & Amortisation Expenses	3	453.38	459.52
Other Expenses	27	5,733.57	7,092.39
Total Expenses		96,021.09	49,617.46
Profit before Tax		6,378.25	1,949.96
Tax Expenses:			
Current Tax	17	1,409.64	544.05
Excess Provision for Current Tax of Earlier Year		(9.30)	(77.81)
Deferred Tax	17	(35.13)	(173.74)
Total Tax Expense		1,365.21	292.50
Net Profit after Tax		5,013.04	1,657.46
Other Comprehensive Income			
Items that will not be Reclassified to Profit or Loss			
Re-Measurements (Loss)/Gain of Defined Benefit Plans		0.52	4.89
Income Tax Effect	14	(0.13)	(1.23)
Total Other Comprehensive Income for the year		0.39	3.66
Total Comprehensive Income		5,013.43	1,661.12
Earnings Per Share (in ₹) (Face Value of ₹ 10 each, P.Y. ₹ 10 each)	28		
- Basic		21.12	6.98
- Diluted		21.12	6.98

The summary of material accounting policies and other explanatory information are an integral part of these financial statements — 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Ami R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
(Membership No: 412770)
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Consolidated Statement Of Cash Flows For The Year Ended March 31, 2024

(₹ in lakhs)

	Particulars	Year Ended March 31, 2024	Year ended March 31, 2023
A	**Cash flow from Operating activities**		
	Profit before tax	6,378.26	1,949.96
	Adjustment for non cash items :		
	Depreciation & Amortisation Expense	453.38	459.52
	Provision for doubtful debts (net)	86.67	-
	Finance charges	521.97	479.00
	Interest Income	(87.43)	(91.02)
	Dividend Income*	(0.02)	(0.02)
	Balances written back	(170.25)	(1,206.80)
	Profit on Sale of Property, Plant and Equipment	(2.34)	-
	Fair valuation of investment	(9.02)	-
	Provision for Contingencies and Claims	(57.57)	609.27
	Foreign exchange fluctuation loss/(gain)	-	(0.07)
	Operating Profit before working capital changes	7,113.84	2,199.84
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	(2,784.68)	1,222.85
	Trade receivables	(17,300.37)	(6,357.90)
	Loans and Advances (Current & Non-Current)	61.15	290.93
	Other current financial assets	(16,436.34)	(4,520.00)
	Other current assets	(3,211.76)	5.86
	Other non-current assets	-	2.59
	Other non-current financial assets	(465.74)	(726.87)
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade payables	38,011.29	7,662.33
	Current Provisions	(28.26)	10.18
	Other Financial liabilities	455.72	-
	Other current liabilities	249.00	(50.33)
	Other non current liabilities	444.49	(41.50)
	Non-current provisions	9.84	5.18
	Cash generated from /(used in) operations	7,117.88	(296.87)
	Direct taxes paid (Net)	(1,599.28)	(380.89)
	Net cash generated from / (used in) Operating activities	**5,518.60**	**(677.76)**
B	**Cash flow from Investing activities**		
	Purchase of Property, Plant and Equipment and Intangible Assets (including capital advances)	(213.34)	(35.02)
	Proceeds from sale of Property, Plant and Equipment	18.55	0.70
	Investment in Subsidiary	(186.29)	-
	Redemption of Investment	0.26	-
	Redemption of / (Investment in) deposits with banks (net)	(1,798.30)	438.10
	Interest received	43.64	147.26
	Dividend Income*	0.02	0.02
	Net cash generated from / (used in) Investing activities	**(2,131.56)**	**551.06**
C	**Cash flow from financing activities**		
	Payment of lease liabilities	(6.32)	(4.23)
	Proceeds / (Repayment) of current borrowings (net)	(1,377.92)	1,015.26
	Finance charges paid	(515.94)	(474.37)
	Proceeds / (Repayment) of non current borrowings (net)	595.29	(388.04)
	Net cash generated from / (used in) Financing activities	**(1,304.89)**	**148.62**
	Net Increase / (decrease) in cash and cash equivalents	**2,082.15**	**21.92**
	Cash and Cash Equivalents - Opening Balance	46.07	24.16
	Cash and cash equivalents of the subsidiary acquired during the year	2.98	
	Cash and Cash Equivalents - Closing Balance	2,131.20	46.07

*Dividend Received on investment in Progressive Mercantile Co-Operative Bank

Note 1: The above cash flow statement has been prepared under the "Indirect method" as set out in Ind AS-7 "Statement of Cash flows".

Note 2: Cash and bank balances consist of Cash and cash equivalents - which includes cash on hand, balances with banks and other short-term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have original maturities of less than three months. These balances with banks are unrestricted for withdrawal and usage.

Note 3: Change in liability arising from financing activities:

(₹ in Lakhs)

Particulars	As at April 01, 2022	Cash Flow	Other changes	As at March 31, 2023
Non-current borrowings	741.57	(388.04)	-	353.53
Current borrowings	1,839.46	1,015.26	-	2,854.72
Interest	3.81	(474.37)	478.17	7.61
Lease liabilities	11.08	(4.23)	0.83	7.68
Total	**2,595.92**	**148.62**	**479.00**	**3,223.54**

(₹ in Lakhs)

Particulars	As at April 01, 2023*	Cash Flow	Other changes	As at March 31, 2024
Non-current borrowings	461.95	595.29	-	1,057.24
Current borrowings	3,046.33	(1,377.92)	-	1,668.41
Interest	7.61	(515.94)	521.31	12.98
Lease liabilities	13.12	(6.32)	0.66	7.46
Total	**3,529.01**	**(1,304.89)**	**521.97**	**2,746.09**

* Includes balance of Subsidiary as of October 10, 2023.

Summary of material accounting policies. Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876483)

Amit R. Patel
Director
(DIN: 03320034)

Aruna Maheshwari

Aruna Maheshwari
Chief Financial Officer
(Membership No: 412770)
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Consolidated Statement Of Changes In Equity

(a) EQUITY SHARE CAPITAL:

(₹ in lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
	Nos	Amount	Nos	Amount	Nos	Amount
Equity Shares of Rs.10/- each, Issued, Subscribed and Fully Paid-up: Outstanding at the beginning of the year	39.55	395.52	39.55	395.52	39.55	395.52
Bonus shares issued during Year	197.76	1,977.62	-	-	-	-
Equity Shares outstanding at the end of the Year*	237.31	2,373.14	39.55	395.52	39.55	395.52

* There are no prior period errors for the years ended March 31, 2023, April 01, 2022

(b) OTHER EQUITY:

(₹ in lakhs)

Particulars	Securities Premium	Retained earnings	Total
Balance as at April 01, 2022	1,091.42	1,521.71	2,613.13
Profit for the year	-	1,657.46	1,657.46
Other comprehensive income for the year			
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	-	3.66	3.66
Balance as at March 31, 2023	1,091.42	3,182.83	4,274.25
Profit for the year	-	5,013.04	5,013.04
Other comprehensive income for the year	-	-	-
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	-	0.39	0.39
Less: Utilised during the year for issue of Bonus Shares	-	(1,977.62)	(1,977.62)
Less: Excess over net worth of subsidiary	-	(165.58)	(165.58)
Balance as at March 31, 2024	1,091.42	6,053.06	7,144.48

Summary of material accounting policies | Note 1 & 2

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

"KPC House", Besides High Court, Ahmedabad

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Riddhish K. Patel
Managing Director
(DIN: 02878453)

Ami R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
(Membership No: 412770)
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Notes to the Consolidated Financial Statements

Material Accounting Policies to Financial Statements

1 a **Corporate information**

Established in 2011, ArMee Infotech Limited is a leading IT Infrastructure solutions and IT managed services Group focused on Government, PSU and BFSI. Under IT Infrastructure solutions, Group provide IT hardware and software (e.g. computers, servers, interactive panels and their peripherals), work on the installation and integration of the hardware and software, maintenance & functional training of the IT Infrastructure installed by Group as per the client requirements. Under IT managed services, in addition to providing IT Infrastructure solutions , Group provide technical manpower, skill development training and offer annual maintenance services.

The functional and presentation currency of the Group is Indian Rupee ("₹") which is the currency of the primary economic environment in which the Group operates.

The Consolidated financials statements relate to ArMee Infotech Limited ("the Parent Company") along with its subsidiary ArMee Technology Private Limited (collectively referred as "the Group")

The consolidated financial statements for the year ended 31 March, 2024 were approved by the Board of Directors and approved for issue on 30 August, 2024.

b **Basis of Preparation of Consolidated Financial Statements**

(i) **Compliance with Ind-AS**

The consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) including the Companies (Indian Accounting Standards) Amendment Rules, 2019.

The consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair values.

(ii) **Basis of Consolidation**

The consolidated financial statements comprise the financial statements of the parent company along with its subsidiary as at March 31, 2024. The control is achieved when the company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its powers over the investee. Specifically, the company controls an investee if and only if the company has :

(a) Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)

(b) Exposure, or rights, to variable returns from its involvement with the investee and

(c) The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Company has less than a majority of the voting or similar rights of an investee, the Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

(a) The contractual arrangement with the other vote holders of the investee

(b) Rights arising from other contractual arrangements

(c) The Company's voting rights and potential voting rights"

Consolidation procedure

(a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary.

c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

2 **Material accounting policies**

a **Current versus non-current classification**

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

An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle 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 expected to be settled in normal operating cycle,
- It is held primarily for the purpose of trading,
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non current.
Deferred tax assets and liabilities are classified as non-current assets and liabilities.
Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as twelve months for the purpose of current or noncurrent classification of assets and liabilities.

b Property, plant and equipment

The Group has elected to regard previous GAAP carrying values of Property, plant and equipment as deemed cost at the date of transition to Ind AS.

An item of property, plant and equipment is recognised as an asset if it is probable that the future economic benefits associated with the item will flow to the Group and its cost can be measured reliably.

The initial cost of property, plant and equipment comprises its purchase price, non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Where, during any financial year, any addition has been made to any asset, or where any asset has been sold, discarded, demolished or destroyed, or significant components replaced; depreciation on such assets is calculated on a pro rata basis as individual assets with specific useful life from the month of such addition or, as the case may be, up to the month on which such asset has been sold, discarded, demolished or destroyed or replaced.

The Group reviews the residual value and useful life of an asset at least at each financial year-end and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate.

Depreciation on property, plant and equipment is provided on the straight-line method prescribed under Schedule II of the Act, computed on the basis of useful lives prescribed under Schedule II of the Act. For the following assets useful life is taken bases on technical evaluation of the property, plant and equipment by the management which are mentioned below:

Tangible assets	Useful life (years)
EPOS Devices	8

c Intangible assets

Recognition and initial measurement

The Group has elected to regard previous GAAP carrying values of Intangible assets as deemed cost at the date of transition to Ind AS.

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

Subsequent measurement (amortisation and useful lives)

All intangible assets are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives.

De-recognition

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

d Borrowing costs

Borrowing costs directly/generally attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest calculated using the effective interest method that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

e Inventories

Inventories are stated at lower of cost or net realisable value.

Net realisable value is the price at which the inventories can be realised in the normal course of business after allowing for the cost of conversion from their existing state to a finished condition and for the cost of marketing, selling and distribution.

f Foreign Currency Translation

Functional and Presentation Currency

The financial statements are presented in Indian Rupees and are rounded to two decimal places of Lakhs which is also the Group's functional currency.

Transactions in foreign currencies are initially recorded by the Group at its functional currency spot rates at the date the 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 as at reporting date are recognised in statement of profit and loss.

g Revenue recognition from sale of products and services

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 Group expects to be entitled in exchange for those goods or services. The Group has generally concluded that it is the principal in its revenue arrangements, except for certain specific services mentioned below, as it typically controls the goods or services before transferring them to the customer.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Group as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

The performance obligation in case of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

The performance obligation in case of service is satisfied over a period of time. Income in respect of service contracts, which are generally in the nature of providing maintenance and support services, are recognised in statement of profit and loss on straight line basis over the period of the performance obligation.

The Group provides preventive maintenance services and on-site maintenance on its certain products at the time of sale. These maintenance services are sold together with the sale of product. Contracts for such sales of product and preventive maintenance services comprise two performance obligations because the promises to transfer the product and to provide the preventive maintenance services are capable of being distinct. Accordingly, a portion of the transaction price is allocated to the preventive maintenance services and recognised as a contract liability. Revenue is recognised over the period in which the preventive maintenance services are provided based on the time elapsed.

h Other Income

Interest income

Interest income on financial assets is calculated using the effective interest method is recognised in the statement of profit and loss as part of other income.

Dividend Income

Dividend income from investment is accounted for when the right to receive is established, which is generally when shareholders approve the dividend.

i 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

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition. Trade Receivables are initially recognised at transaction price where that do not contain any significant portion of financing component. Transaction costs that are directly attributable to the acquisition or release of financial assets and financial liabilities respectively, which are not at fair value through profit or loss, are added to the fair value of underlying financial assets and liabilities on initial recognition. Trade receivables and trade payables that do not contain a significant financing component are initially measured at their transaction price.

Financial assets

Subsequent Measurement

Financial Assets are subsequently carried at amortized cost using the effective interest method.

Financial assets at amortised cost

A financial asset is subsequently measured at amortised cost which is held with objective 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.

De-recognition of financial assets

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Group has transferred its rights to receive cash flows from the asset.

Financial liabilities

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

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

j **Impairment of financial assets**

The Group recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

k **Right-of-use assets and lease liabilities**

As a lessee

Classification of lease:

The Group's leased asset consist of leases for building only. The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

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

Recognition and initial measurement of right-of use assets:

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

Subsequent measurement of right-of-use asset:

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

Lease liabilities:

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments) and variable payments based on an index or rate. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment of whether it will exercise an extension or a termination option.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

l **Cash and bank balances**

Cash and bank balances consist of:

- Cash and cash equivalents - which includes cash in hand, deposits held at call with banks and other short term deposits which are readily convertible into known amounts of cash, are subject to an insignificant risk of change in value and have maturities of less than three months from the date of such deposits. These balances with banks are unrestricted for withdrawal and usage.
- Other bank balances - which includes balances and deposits with banks that are restricted for withdrawal and usage.

m Cash Flow Statement

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

(i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;
(ii) non-cash items such as depreciation, provisions, and unrealised foreign currency gains and losses etc.; and
(iii) all other items for which the cash effects are investing or financing cash flows

n Employee Benefits

(i) Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences etc., and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

(ii) Post-Employment Benefits:

1. Defined Contribution Plans:

State governed Provident Fund Scheme and Employees State Insurance Scheme are defined contribution plans.
The contribution paid / payable under the schemes is recognised during the period in which the employees render the related services.

2. Defined Benefit Plans:

The Employee's Gratuity Fund Scheme and compensated absences is Group's defined benefit plans. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the 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.

For defined benefit plans, the amount recognised as 'Employee benefit expenses' in the Statement of Profit and Loss is the cost of accruing employee benefits promised to employees over the year and the costs of individual events such as past/future service benefit changes and settlements (such events are recognised immediately in rate to the net defined benefit liability or asset is charged or credited to 'Finance costs' in the Statement of Profit and Loss. Any differences between the interest income on plan assets and the return actually achieved and any changes in the liabilities over the year due to changes in actuarial assumptions or experience adjustments within the plans, are recognised immediately in 'Other comprehensive income' and subsequently not reclassified to the Statement of Profit and Loss.

All defined benefit plans obligations are determined based on valuations, as at the Balance Sheet date, made by independent actuary using the projected unit credit method. The classification of the Group's net obligation into current and non-current is as per the actuarial valuation report.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligations under the defined benefit plans, to recognise the obligation on net basis.

Gains or losses on the curtailment or settlement of any defined benefits plans are recognised when the curtailment or settlement occurs. Past service cost is recognised as expense on a straight-line basis over the average period until the benefits become vested.

(iii) Long Term Employee Benefits:

The employees' long term compensated absences are Group's defined benefit plans. The present value of the obligation is determined based on the actuarial valuation using the projected unit credit method as at the date of the balance sheet. In case of funded plans, the full value of plan assets is reduced from the gross obligation to recognise the obligation on the net basis.

o Provisions and Contingencies

Provisions

Provisions are recognised in the balance sheet when the Group has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the time value of money is material, provisions are measured on a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

(i) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities and;

(ii) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities.

Contingencies

Contingent liabilities exist when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group, or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required or the amount cannot be reliably estimated. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

p Contract Balances

(i) Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Group performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract assets are recognised when there are excess of revenues earned over billings on contracts. Contract assets are classified as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

The amount recognised as contract assets is reclassified to trade receivables once the amounts are billed to the customer as per the terms of the contract. Contract assets are subject to impairment assessment. Refer to accounting policies on impairment of financial assets in section j Impairment.

(ii) Trade receivables

A receivable represents the Group's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section i Financial instruments – initial recognition and subsequent measurement.

(iii) Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract.

Unearned and deferred revenue ("contract liability") is recognised when there are billings in excess of revenues.

q Income taxes

Tax expense for the year comprises current and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the statement of profit and loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying values of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying value of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to cover or settle the carrying value of its assets and liabilities.

Deferred tax assets and liabilities are offset to the extent that they relate to taxes levied by the same tax authority and there are legally enforceable rights to set off current tax assets and current tax liabilities within that jurisdiction.

Current and deferred tax are recognised as an expense or income in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

r Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Group did not have any potential dilutive securities in any period presented.

s Key Accounting Estimates and Judgments

The preparation of the Group's Financial Statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the acGrouping disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Critical Accounting Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

(i) Income Taxes

The Group's tax jurisdiction is India. Significant judgments are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

(ii) Property, Plant and Equipment

Property, plant and equipment represent a significant proportion of the asset base of the Group. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Group's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

(iii) Defined Benefit Obligation

The costs of providing pensions and other post employment benefits are charged to the Statement of Profit and Loss in accordance with IND AS 19 'Employee benefits' over the period during which benefit is derived from the employees' services. The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates.

t Business Combination

Business combinations are accounted for, using the Pooling of Interest Method of accounting as laid down in Appendix C, 'Business Combinations of entities under common control' of Indian Accounting Standard (Ind AS) 103 'Business Combinations' as prescribed under Section 133 of the Companies Act, 2013.

ARMEE INFOTECH PRIVATE LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Notes to the Consolidated Financial Statements

Material Accounting Policies to Financial Statements

u. First time adoption of Ind AS

Upto the Financial year ended 31st March 2023, the Group prepared its financial statements in accordance with accounting standards notified under the Section 133 of the Act, read together with paragraph 7 of the companies (accounts) Rule,2014 (" Indian GAAP" or "Previous GAAP").

The financial statement for the year ended 31st March 2024 is the first set of Financial Statements prepared in accordance with the requirements of Ind AS 101 - First time adoption of Indian Accounting Standards. Accordingly, the transition date to Ind AS is 01st April 2022.
The impact of above to the equity as at 31st March 2023, April 01, 2022 and on total comprehensive income for the years ended 31st March 2023, April 01, 2022 has been explained as under.

A. Optional exemptions on first-time adoption of Ind AS
Ind AS 101, First-time Adoption of Indian Accounting Standards, allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Group has accordingly applied the following exemptions.

i. Deemed cost for property, plant and equipment

Since there is no change in the functional currency, the Group has elected to continue with carrying value for all of its property, plant and equipment as recognized in its Indian GAAP financial statements as its deemed cost at the date of transition after making adjustments for decommissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38, Intangible Assets and investment properties. Accordingly the management has elected to measure all of its property, plant and equipment and intangible assets at their Indian GAAP carrying value.

ii.Designation of previously recognised financial instruments

Financial assets and financial liabilities are classified at fair value based on facts and circumstances as at the date of transition to Ind AS.

B. Mandatory Exemption on first-time adoption of Ind AS

i.Estimates
An entity's estimates in accordance with Ind AS as at date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with Indian GAAP (After adjustments to reflect any difference in accounting policies),unless there is objective evidence that those estimates were errors.

Ind AS estimates that, are consistent with the estimate as at the same date made in conformity with previous GAAP.

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

Accordingly, the Group has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

ARMEE INFOTECH PRIVATE LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
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Notes to the Consolidated Financial Statements
Material Accounting Policies to Financial Statements

A. Reconciliation of Balance Sheet as at April 01, 2022 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		1,513.03	-	1,513.03
Right of Use Asset	e	-	10.97	10.97
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		16.20	5.61	21.81
(ii) Other Financial Assets	d	-	65.28	65.28
Non-Current Tax Assets (Net)		217.09	-	217.09
Other Non-Current Assets	d	91.36	(88.77)	2.59
Total Non - Current Assets		1,837.68	13.09	1,850.77
Current Assets				
Inventories		1,946.86	-	1,946.86
Financial Assets				
(i) Trade receivables	d	4,726.97	(113.09)	4,613.88
(ii) Cash and Cash equivalents	d	1,210.38	(1,186.23)	24.15
(iii) Other Bank Balances	d	-	1,186.23	1,186.23
(iv) Loans	d	1,440.17	(676.26)	763.91
(v) Other Financial Assets	d	-	1,376.23	1,376.23
Other Current Assets	d	1,376.23	(696.76)	679.47
Total Current Assets		10,700.61	(109.88)	10,590.73
Total Assets		12,538.29	(96.79)	12,441.50
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		395.52	-	395.52
Other Equity	h	2,692.43	(79.30)	2,613.13
Total Equity		3,087.95	(79.30)	3,008.65
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings	d	854.68	(113.11)	741.57
(ii) Lease Liabilities	e	-	7.68	7.68
Provisions		17.99	-	17.99
Deferred Tax Liabilities	b	100.06	(28.57)	71.49
Other Non Current Liabilities		1,248.30	-	1,248.30
Total Non-Current Liabilities		2,221.03	(134.00)	2,087.03
Current Liabilities				
Financial Liabilities				
(i) Borrowings	d	1,726.35	113.11	1,839.46
(ii) Lease Liabilities	e	-	3.40	3.40
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises		-	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises		4,984.81	-	4,984.81
(iv) Other Financial Liabilities	d	-	3.81	3.81
Provisions	d	76.60	(67.39)	9.21
Other Current Liabilities	d	441.55	(3.81)	437.74
Current Tax Liabilities (Net)	d	-	67.39	67.39
Total Current Liabilities		7,229.31	116.51	7,345.82
Total Equity and Liabilities		12,538.29	(96.79)	12,441.50

ARMEE INFOTECH PRIVATE LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

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Notes to the Consolidated Financial Statements

Material Accounting Policies to Financial Statements

B. Reconciliation of Balance Sheet as at March 31, 2023 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
ASSETS				
Non - Current Assets				
Property, Plant And Equipment		1,091.71	-	1,091.71
Right of Use Asset	e	-	7.10	7.10
Intangible Assets		-	-	-
Financial Assets				
(i) Investments		16.20	5.61	21.81
(ii) Other Financial Assets	d & f	-	812.15	812.15
Non-Current Tax Assets (Net)	d & f	94.23	-	94.23
Deferred Tax Assets	b	-	101.02	101.02
Other Non-Current Assets	d	112.20	(112.20)	-
Total Non - Current Assets		**1,314.34**	**813.68**	**2,128.02**
Current Assets				
Inventories		724.01	-	724.01
Financial Assets				
(i) Trade receivables	d	11,084.87	(113.09)	10,971.78
(ii) Cash and Cash equivalents		46.07	-	46.07
(iii) Other Bank Balances		748.13	-	748.13
(iv) Loans		1,144.01	(671.03)	472.98
(v) Other Financial Assets	d & f	-	5,839.99	5,839.99
Other Current Assets	d	6,938.57	(6,264.95)	673.62
Total Current Assets		**20,685.66**	**(1,209.08)**	**19,476.58**
Total Assets		**22,000.00**	**(395.40)**	**21,604.60**
EQUITY AND LIABILITY				
EQUITY				
Equity Share Capital		395.52	-	395.52
Other Equity	h	4,650.06	(375.81)	4,274.25
Total Equity		**5,045.58**	**(375.81)**	**4,669.77**
LIABILITY				
Non-Current Liabilities				
Financial Liabilities				
(i) Borrowings		353.53	-	353.53
(ii) Lease Liabilities	e	-	3.73	3.73
Provisions		499.29	-	499.29
Deferred Tax Liabilities	b	27.27	(27.27)	-
Other Non Current Liabilities		-	-	-
Total Non-Current Liabilities		**880.09**	**(23.54)**	**856.55**
Current Liabilities				
Financial Liabilities				
(i) Borrowings		2,864.72	-	2,864.72
(ii) Lease Liabilities	e	-	3.95	3.95
(iii) Trade Payable				
Total outstanding dues of Micro Enterprises and Small Enterprises		-	-	-
Total outstanding dues other than Micro Enterprises and Small Enterprises		12,647.07	-	12,647.07
(iv) Other Financial Liabilities	d		7.61	7.61
Provisions		147.64	-	147.64
Other Current Liabilities	d	395.02	(7.61)	387.41
Current Tax Liabilities (Net)		29.88	-	29.88
Total Current Liabilities		**16,074.33**	**3.95**	**16,078.28**
Total Equity and Liabilities		**22,000.00**	**(395.40)**	**21,604.60**

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Notes to the Consolidated Financial Statements

Material Accounting Policies to Financial Statements

C. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2023 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Revenue from Operations	f	50,665.35	(395.84)	50,269.51
Other Income	d	1,294.65	3.26	1,297.91
Total Income		**51,960.00**	**(392.58)**	**51,567.42**
Expenses:				
Purchase of Stock in Trade		36,510.67	-	36,510.67
Changes In Stock in Trade		1,222.65	-	1,222.65
Employee Benefits Expense	a	3,734.66	4.89	3,739.55
Finance Costs	e	591.67	0.81	592.48
Depreciation & Amortisation Expenses	e	455.66	3.86	459.52
Other Expenses	d & e	7,093.44	(1.05)	7,092.39
Total Expenses		**49,608.95**	**8.51**	**49,617.46**
Profit before Tax		**2,351.05**	**(401.09)**	**1,949.96**
Tax Expenses:				
Current Tax		544.05	-	544.05
Excess Provision for Current Tax of Earlier Year		(77.81)	-	(77.81)
Deferred Tax	b	(72.79)	(100.95)	(173.74)
Total Tax Expense		393.45	(100.95)	292.50
Net Profit after Tax		**1,957.60**	**(300.14)**	**1,657.46**
Other Comprehensive Income				
Items that will not be Reclassified to Profit or Loss				
Re-Measurements (Loss)/Gain of Defined Benefit Plans	a	-	4.89	4.89
Income Tax Effect	c	-	(1.23)	(1.23)
Total Other Comprehensive Income for the year		-	3.66	3.66
Total Comprehensive Income	g	**1,957.60**	**(296.48)**	**1,661.12**

D. Reconciliation of Cash Flow Statement for the year ended March 31, 2023 (₹ in Lakhs)

Particular	Foot Note	I GAAP	Adjustment	Ind AS
Net cash generated from / (used in) operating activities		(620.88)	(56.88)	(677.76)
Net cash generated from / (used in) investing activities		53.41	497.65	551.06
Net cash generated from / (used in) financing activities		151.27	(2.65)	148.62
Net increase / (decrease) in cash and cash equivalents		**(416.20)**	**438.12**	**21.92**
Cash and cash equivalents at the start of the year		1,210.40	(1,186.26)	24.15
Cash and cash equivalents at the end of the year		**794.20**	**(748.13)**	**46.07**

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Notes to the Consolidated Financial Statements

Material Accounting Policies to Financial Statements

Foot Note to the Reconciliations

a. Remeasurement of cost of net defined liability

Both under Indian GAAP and Ind AS, the Group recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to profit or loss.Under Ind AS, remeasurements comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI.

b. Deferred Tax

The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the Indian GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.

c. Other Comprehensive Income

Under Indian GAAP, the Group has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

d. Classification and fair value measurement of Financial Assets and Financial Liabilities

Financial assets and Financial Liabilities have been classified as per IND AS 109 read with IND AS 32.

e. Right of Use

As per Ind AS 116, Group has recognised Lease Liabilites & Right of Use Assets of the present value of all future rent payments related to building.Right of Use Assets is amortised over the period of Lease Term.

f. Unbilled Revenue

Under IND AS 115, contract assets are recognized when revenue earned exceeds billings on contracts. Specifically, contract assets are classified as unbilled receivables if there is an unconditional right to receive cash, with only the passage of time required for payment per the contract terms. This transition has led to adjustments in revenue recognition accordingly.

g. Reconciliation of total comprehensive income between previously reported (referred as "Indian GAAP") and Ind AS is presented as under:

(₹ in Lakhs)

Particular	Year Ended March 31, 2023
Net Profit as per previously applicable Indian GAAP	1,957.60
Impact of applying Lease accounting on a property	(0.41)
Impact of measuring Security Deposits at Fair Value	0.05
Impact of applying Revenue from Contract with Customers	(395.84)
Impact of recognising Expected Credit Loss on Trade Receivables	-
Actuarial (Gain) / Loss on employee benefit defined funds recognized in Other Comprehensive Income	(4.89)
Tax impact on Ind AS Adjustments	100.98
Net Profit before OCI as per IND AS	1,657.46
Other Comprehensive Income (OCI) (Net of Tax)	3.66
Total Comprehensive Income (OCI) (Net of Tax)	1,661.12

h. Reconciliation of Equity

(₹ in Lakhs)

Particular	Year Ended March 31, 2023	Year Ended April 01, 2022
Equity as per previously applicable Indian GAAP	5,045.58	3,087.95
Impact of applying Lease accounting on a property	(0.49)	(0.08)
Impact of measuring Security Deposits at Fair Value	(0.25)	(0.30)
Impact of applying Revenue from Contract with Customers	(395.84)	-
Impact of recognising Expected Credit Loss on Trade Receivables	(113.09)	(113.09)
Impact of recognising investment at fair valuation	5.61	5.61
Tax impact on Ind AS Adjustments	128.25	28.56
Equity as per IND AS	4,669.77	3,008.65

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Notes to the Consolidated Financial Statements

3(A). PROPERTY, PLANT AND EQUIPMENT (REFER NOTE NO. 2.b)

(₹ in lakhs)

Particulars	Free Hold Land	Office Property	Office Equipment	Vehicles	Furniture and Fixtures	Mobile (GVK)	Project Assets	E-POS Devices	Server & Computer	Solar System	Total
Gross Carrying Amount											
As at April 01, 2022*	510.89	14.15	14.61	104.38	49.39	12.62	5.54	798.33	3.12	-	1,513.03
Additions	-	-	3.73	-	21.37	5.58	-	-	-	4.35	35.03
Disposals	-	-	(0.70)	-	-	-	-	-	-	-	(0.70)
As at March 31, 2023	510.89	14.15	17.64	104.38	70.76	18.20	5.54	798.33	3.12	4.35	1,547.36
Additions on account of acquisition of subsidiary	-	-	2.08	4.93	8.48	-	-	-	0.41	-	15.90
Additions	-	3.80	7.42	137.94	59.95	-	-	-	4.24	-	213.35
Disposals	-	-	-	(16.50)	(2.12)	(12.62)	-	-	-	-	(31.24)
As at March 31, 2024	510.89	17.95	27.14	230.75	137.07	5.58	5.54	798.33	7.77	4.35	1,745.36
Depreciation											
As at April 01, 2022	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	0.85	4.59	21.57	7.94	14.83	3.87	399.17	2.20	0.63	455.65
Disposals	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2023	-	0.85	4.59	21.57	7.94	14.83	3.87	399.17	2.20	0.63	455.65
Additions on account of acquisition of subsidiary	-	-	1.38	4.93	1.70	-	-	-	0.31	-	8.32
Charge for the year	-	0.97	3.70	25.23	12.10	2.79	1.67	399.16	1.44	0.83	447.89
Disposals	-	-	-	(0.81)	(0.60)	(12.62)	-	-	-	-	(14.03)
As at March 31, 2024	-	1.82	9.67	50.92	21.14	5.00	5.54	798.33	3.95	1.46	897.82
Net Carrying Value											
As at March 31, 2024	510.89	16.13	17.47	179.83	115.93	0.58	-	-	3.82	2.89	847.54
As at March 31, 2023	510.89	13.30	13.05	82.81	62.82	3.37	1.67	399.16	0.92	3.72	1,091.71
As at April 01, 2022	510.89	14.15	14.61	104.38	49.39	12.62	5.54	798.33	3.12	-	1,513.03

* The Group has applied the optional exemption to measure its Property, Plant & Equipment at the date of transitional at their previous GAAP carrying amount and used it as the deemed cost for such assets.

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ARMEE INFOTECH LIMITED

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Notes to the Consolidated Financial Statements

3(B). RIGHT OF USE ASSETS (REFER NOTE NO. 2.k)

(₹ in lakhs)

Particulars	Office Building	Total
As at April 01, 2022	10.97	10.97
Additions	-	-
Disposals	-	-
As at March 31, 2023	10.97	10.97
Additions on account of acquisition of subsidiary	10.97	10.97
Additions	-	-
Disposals	-	-
As at March 31, 2024	21.94	21.94
Depreciation		
As at April 01, 2022	-	-
Charge for the year	3.87	3.87
Disposals	-	-
As at March 31, 2023	3.87	3.87
Additions on account of acquisition of subsidiary	6.13	6.13
Charge for the period	5.49	5.49
Disposals	-	-
As at March 31, 2024	15.49	15.49
Net Carrying Value		
As at March 31, 2024	6.45	6.45
As at March 31, 2023	7.10	7.10
As at April 01, 2022	10.97	10.97

3(C). INTANGIBLE ASSETS (REFER NOTE NO. 2.c)

(₹ in lakhs)

Particulars	Software	Total
As at April 01, 2022*	-	-
	-	-
Additions	-	-
Disposals	-	-
As at March 31, 2023		
Additions on account of acquisition of subsidiary	-	-
Additions	-	-
Disposals	-	-
As at March 31, 2024	-	-
Depreciation		
As at April 01, 2022*	-	-
Charge for the year	-	-
Disposals	-	-
As at March 31, 2023	-	-
Additions on account of acquisition of subsidiary	-	-
Charge for the period	-	-
Disposals	-	-
As at March 31, 2024	-	-
Net Carrying Value		
As at March 31, 2024	-	-
As at March 31, 2023	-	-
As at April 01, 2022	-	-

* The Group has applied the optional exemption to measure its Intangible Assets at the date of transitional at their previous GAAP carrying amount and used it as the deemed cost for such assets.

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Notes to the Consolidated Financial Statements

4. Investments

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Unquoted Investment (Valued at Fair Value through Profit & Loss)				
(a)	Nil (31 March 2023: 1,55,400, 01 April 2022: 1,55,400) Equity shares of ₹ 10 each fully paid-up in ArMee Technology Services Private Limited.*	-	21.15	21.15
Unquoted Investments (Valued at Amortised Cost)				
(a)	Nil (31 March 2023, 01 April, 2022 : 260) Equity Shares of ₹ 100 each Fully Paid-up in Progressive Mercantile Co-Operative Bank	-	0.26	0.26
(b)	National Saving Certificate	0.40	0.40	0.40
Total non current investments		**0.40**	**21.81**	**21.81**

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.

5. OTHER FINANCIAL ASSETS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Security deposits *	17.63	109.22	85.12
(b)	Bank deposits with more than 12 months maturity**	906.20	-	-
(c)	Accrued Interest on National Saving Certificate and Fixed deposits	0.47	0.16	0.16
Contract Assets				
(a)	Amount due from customers (Unbilled Revenue)	1,271.50	702.77	-
Total other non current financial assets		**2,195.80**	**812.15**	**85.28**

* Security Deposits are valued at Fair Value through Profit & Loss.

**Bank deposits have maturity of more than 12 months represents balances of margin money against issue of Bank Guarantees.

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Security deposits	275.07	2.71	2.71
(b)	Interest accrued on fixed deposits	62.64	9.06	66.30
Contract Assets				
(a)	Amount due from customers (Unbilled Revenue)	22,068.74	5,828.22	1,308.22
(b)	Other Current Financial Assets	8.73	-	-
Total other current financial assets		**22,415.18**	**5,839.99**	**1,376.23**

6. Non-Current Tax Asset (Net)

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Advance income tax (net of provision)	311.40	94.23	217.09
Total non current tax assets		**311.40**	**94.23**	**217.09**

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Notes to the Consolidated Financial Statements

7. INVENTORIES

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Stock in Trade	3,688.28	724.01	1,946.86
Total Inventories	**3,688.28**	**724.01**	**1,946.86**

8. TRADE RECEIVABLES

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Secured, considered good	-	-	-
(b)	Unsecured, considered good	29,456.83	11,084.87	4,726.97
(c)	Significant increase in credit risk	-	-	-
(d)	Credit Impaired	-	-	-
		29,456.83	**11,084.87**	**4,726.97**
Less:	Expected credit loss allowance	209.66	113.09	113.09
Total trade receivables		**29,247.17**	**10,971.78**	**4,613.88**

In determining the allowances for doubtful trade receivables, the Group has used a practical expedient by computing the expected credit loss allowance for trade receivables based on group policy and ageing of the receivables that are due.

(i) Movement in allowance for credit losses of receivables is as below:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Balance at the beginning of the year	113.09	113.09	22.98
Charge in statement of profit and loss	112.57	0.83	90.11
Release to statement of profit and loss	-	-	-
Utilised during the year	16.00	0.83	-
Balance at the end of the year	**209.66**	**113.09**	**113.09**

Ageing of trade receivables as at March 31, 2024

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	1,852.06	26,313.23	301.11	691.21	189.42	109.80	29,456.83
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	**1,852.06**	**26,313.23**	**301.11**	**691.21**	**189.42**	**109.80**	**29,456.83**
Less : Expected credit loss allowance	-	-	-	-	-	-	209.66
Total	**1,852.06**	**26,313.23**	**301.11**	**691.21**	**189.42**	**109.80**	**29,247.17**

Ageing of trade receivables as at March 31, 2023

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	-	10,744.07	3.42	201.06	136.32	-	11,084.87
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	-	**10,744.07**	**3.42**	**201.06**	**136.32**	-	**11,084.87**
Less : Expected credit loss allowance	-	-	-	-	-	-	113.09
Total	-	**10,744.07**	**3.42**	**201.06**	**136.32**	-	**10,971.78**

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Ageing of trade receivables as at April 01, 2022

(₹ in lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables - considered good	-	4,525.55	40.66	160.76	-	-	4,726.97
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total	-	**4,525.55**	**40.66**	**160.76**	-	-	**4,726.97**
Less : Expected credit loss allowance	-	-	-	-	-	-	113.09
Total	-	**4,525.55**	**40.66**	**160.76**	-	-	**4,613.88**

Note : No trade or other receivables are due from director or other officers of the Group either severally or jointly with any other person.

9. CASH & CASH EQUIVALENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Cash in hand	2.75	2.94	8.08
(b) Balances with banks			
- In current account	2,128.45	43.13	16.07
Total cash & cash equivalent	**2,131.20**	**46.07**	**24.15**

10. OTHER BALANCES WITH BANK

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Deposits with Bank	1,638.23	748.13	1,186.23
Total Other Balance with Bank	**1,638.23**	**748.13**	**1,186.23**

Bank deposits have original maturity of more than three months but less than 12 months represents balances of margin money against issue of Bank Guarantees.

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Notes to the Consolidated Financial Statements

11. Loans

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a)	Loan to Employees	18.89	14.07	7.68
(b)	Inter Corporate Deposit	247.00	64.83	261.64
(c)	Project Balance Receivable from Government (Deen Dayal Upadhyaya Grameen Kaushalya Yojana)	216.48	184.59	51.76
(d)	Other Loans and Advances	277.14	209.49	442.83
Total non current loan and advances		759.51	472.98	763.91

12. OTHER ASSETS

A. NON CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Prepaid Expense (Security Deposit) *	-	-	2.59
Total Non-current Other Assets		-	-	2.59

B. CURRENT

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
[Unsecured considered good unless otherwise stated]				
(a)	Balances with Government Authorities	3,120.99	6.93	0.46
(b)	Advances for Goods and Expenses	468.70	642.58	581.17
(c)	Prepaid Expense *	191.21	24.11	97.84
(d)	Others	134.48	-	-
Total current other assets		3,915.38	673.62	679.47

* Includes fair valuation difference of Security Deposits that are valued at Fair Value through Profit & Loss.

13. EQUITY SHARE CAPITAL

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Authorised			
400,00,000 (March 31, 2023 & April 01, 2022 : 50,00,000) Equity Shares of Rs. 10/- each	4,000.00	500.00	500.00
Issued, Subscribed and Paid Up			
2,37,31,386 (March 31, 2023 and April 01, 2022 : 39,55,231) Equity Shares of Rs. 10/- each fully paid	2,373.14	395.52	395.52

a) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
	No of Share	(₹ in lakhs)	No of Share	(₹ in lakhs)	No of Share	(₹ in lakhs)
Shares outstanding at the beginning of the year	39,55,231	395.52	39,55,231	395.52	39,55,231	395.52
Add : Bonus shares issued during the year	1,97,76,155	1,977.62				
Shares outstanding at the end of the year	2,37,31,386	2,373.14	39,55,231	395.52	39,55,231	395.52

During the year, the Parent Company allotted 1,97,76,155 equity shares of ₹ 10/- each as fully paid up bonus shares in proportion of five Equity Shares for every one Equity Share held on 12 February 2024 by utilizing Retained earning amounting to ₹ 1977.62 Lakhs, pursuant to an ordinary resolution passed after taking the consent of shareholders through an Extra Ordinary General Meeting as on 18th January 2024.

b. Terms/rights attached to equity shares

The Parent company has only one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share. The dividend, if proposed by the Board of Directors is subject to the approval of shareholders, except in case on interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the parent Company in proportion of their shareholding, after distribution of all preferential amounts.

c. Aggregate number of Shares allotted as fully paid up by way of bonus shares (during 5 years immediately preceding March 31, 2024)

	Aggregate no of shares issued in five years	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Equity shares allotted as fully paid bonus shares by capitalisation of Retained earnings	1,97,76,155	1,97,76,155	-	-	-	-

d. Details of share holders holding more than 5% of shares in the parent company

Sr No	Name of the share holder	As at March 31, 2024		As at March 31, 2023		As at April 01, 2022	
		Nos	%	Nos	%	Nos	%
1	Ami R Patel	1,80,81,180	76.19%	30,13,530	76.19%	30,13,530	76.19%
2	Kiritbhai C.Patel	25,21,542	10.63%	5,10,257	12.90%	6,85,670	17.34%
3	Ridhish Patel	14,01,492	5.91%	2,33,582	5.91%	2,33,582	5.91%
		2,20,04,214	92.72%	37,57,369	95.00%	39,32,782	99.43%

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13. EQUITY SHARE CAPITAL (contd...)

e. Details of share held by promoters / promoters group at the end of the year:

Sr No	Name of the share holder	As at March 31, 2024			As at March 31, 2023			As at April 01, 2022		
		No of Shares	% of holding	% change	No of Shares	% of holding	% change	No of Shares	% of holding	% change
	Promoters/Promoters Group									
1	Ami R Patel	1,80,81,180	76.19%	0.00%	30,13,530	76.19%	0.00%	30,13,530	76.19%	0%
2	Kiritkumar Chimanbhai Patel	25,21,542	10.62%	-17.72%	5,10,257	12.90%	-25.58%	6,85,670	17.34%	0%
3	Ridhish Kiritkumar Patel	14,01,492	5.91%	0.07%	2,33,582	5.91%	0.00%	2,33,582	5.91%	0%
4	Ridhish Patel-HUF	-	0.00%	0.00%	-	0.00%	-100.00%	20,820	0.53%	0%
5	Kiritkumar Chimanbhai Patel-HUF	-	0.00%	0.00%	-	0.00%	-100.00%	1,529	0.04%	0%
	Total	**2,20,04,214**	**92.72%**		**37,57,369**	**95.00%**		**39,55,131**	**100.00%**	

14. OTHER EQUITY

a) Securities Premium

Securities premium is used to record premium received on issue of Shares. There is no movement in Securities Premium during the current and previous year.

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Opening Balance	1,091.42	1,091.42	1,091.42
Increase/(Decrease) during the year	-	-	-
Closing Balance	**1,091.42**	**1,091.42**	**1,091.42**

b) Retained Earnings

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

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	3,182.83	1,521.71
Add: Profit for the year	5,013.04	1,657.46
Add: Other Comprehensive Income		
Re-measurement gain/(Loss) on defined benefit plans (net of tax)	0.39	3.66
Less: Utilised during the year for issue of Bonus Shares	(1,977.62)	-
Less: Excess over net worth of subsidiary	(165.58)	-
Closing Balance	**6,053.06**	**3,182.83**

During the year, the Parent Company allotted 1,97,76,155 equity shares of ₹ 10/- each as fully paid up bonus shares in proportion of five Equity Shares for every one Equity Share held on 12 February 2024 by utilizing Retained earning amounting to ₹ 1977.62 Lakhs, pursuant to an ordinary resolution passed after taking the consent of shareholders through an Extra Ordinary General Meeting as on 18th January 2024.

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15(A). FINANCIAL LIABILITIES - BORROWINGS

A. NON CURRENT BORROWINGS

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured (At Amortised Cost)				
(a)	Term loans from banks	888.53	77.49	134.68
(b)	Term Loans from Non-Banking Financial Institutions	-		
(c)	Equipment / Vehicle loans from banks & other	116.11	30.38	114.59
Total secured borrowings		**1,004.64**	**107.87**	**249.27**
Unsecured (At Amortised Cost)				
(a)	Banks	18.83	64.86	24.49
(b)	Financial Institutions	34.07	75.45	8.89
(c)	Others	-	105.35	458.92
Total unsecured borrowings		**52.90**	**245.66**	**492.30**
Total Non current borrowings		**1,057.24**	**353.53**	**741.57**

B. CURRENT BORROWINGS

(₹ in lakhs)

Particulars			As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Secured					
Loans repayable on demand from bank					
(a)	Cash credit		323.32	1,478.52	858.47
(b)	Current maturities of Non Current borrowings				
	(i)	Term loans from banks	150.51	58.37	46.06
	(ii)	Term loans from Non-Banking Financial	150.37		
	(iii)	Equipment / Vehicle loans from banks & other	31.49	255.10	187.83
(c)	Others		55.92	-	-
Total secured borrowings			**711.61**	**1,791.99**	**1,091.36**
Unsecured					
(a)	Current maturities of Non Current borrowings				
	(i)	Term loans from banks	45.71	140.28	31.23
	(ii)	Term Loan from Non-Banking Financial Institutions	357.61	251.47	34.32
(b)	Others		553.48	670.98	682.55
Total unsecured borrowings			**956.80**	**1,062.73**	**748.10**
Total current borrowings			**1,668.41**	**2,854.72**	**1,839.46**

Nature of Security and terms of repayment for Secured Non Current borrowings:

Sr No	Particulars of Term Loan	Repayable In Months	Interest rate	Nature of Securities
1	Bank of India Audi Car Loan	43	7.45%	Against Hypothecation of Vehicle
2	Bank of India GECL Loan A/C. No 200270410000191	31	7.50%	Secured against property and current assets
3	Bank of India T/L (GECL) A/C. No. 200270410000158	8	7.50%	Secured against property and current assets
4	BMW Financial Services	39	9.99%	Against Hypothecation of Vehicle
5	Deutsche Bank - Loan	80	9.00%	Secured against promoters personal property *
6	Hewlett Packard Financial Services Pvt	12	13.76%	Against F.D / Margin Money
7	Vehile Loan from State bank of India	12	9.00%	Against Hypothecation of Vehicle
8	Axis Bank Limited	9	9.06%	Against Hypothecation of Vehicle

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Nature of Security for Secured Current borrowings:

Sr No	Particulars of Term Loan	Interest rate	Nature of Securities
1	Profectus Capital Pvt Ltd	12.00%	Secured against Inventory and Current assets
2	Bank of India- Cash Credit	9.95%	Secured against Inventory and Current assets
3	ICICI Bank- Cash Credit	10.00%	Secured against Inventory and Current assets
4	TVS Credit Services Ltd	11.75%	Secured against Bank Guarantee

Unsecured:

(₹ in lakhs)

Sr No	Particulars of Term Loan	Type of Interest	EMI	Mode of Repayment (In EMI)	Interest Rate	Nature of Loan
1	Ashw Finance Limited	Fixed	1.50	3	18.00%	Business Loan
2	Axis Finance Limited	Fixed	1.05	16	16.00%	Business Loan
3	Growth Source Financial Tech	Fixed	2.02	4	17.50%	Business Loan
4	Herofincorp Ltd	Fixed	1.80	3	17.00%	Business Loan
5	Siemens Factoring Pvt Ltd	Fixed	17.40 to 17.60	10	14.75%	Business Loan
6	Siemens Factoring Pvt Ltd	Fixed	2.74	13	14.75%	Business Loan
7	Aditya Birla Finance Ltd	Fixed	3.48	15	17.50%	Business Loan
8	Tata Capital Financial Services Ltd	Fixed	2.47	3	15.75%	Business Loan
9	Clix Capital Services Ltd	Fixed	1.81	15	17.75%	Business Loan
10	ICICI Bank Ltd Business Loan	Fixed	1.77	15	16.50%	Business Loan
11	Indusind Bank Ltd - Loan	Fixed	1.75	18	15.80%	Business Loan
12	L & T Finance	Fixed	1.24	27	16.50%	Business Loan
13	Poonawalla Fincorp Limited	Fixed	0.89	16	16.50%	Business Loan
14	Tata Capital Financial Services Limited	Fixed	0.70	29	17.00%	Business Loan
15	MONEYWISE FINANCIAL SERVICE PVT LTD	Fixed	1.76	15	17.00%	Business Loan

The maturity profile of Group's borrowings is as below: (₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Not later than one year or on demand	1,668.41	2,854.72	1,839.46
Later than one year but not two years	203.79	261.19	619.76
Later than two years but not three years	240.50	62.86	57.77
Later than three years but not four years	148.39	29.48	64.04
Later than four years but not five years	157.17	-	-
More than five years	307.39	-	-
Total	**2,725.65**	**3,208.25**	**2,581.03**

*** Note 1:** Promoter / Director have given personal Guarantee and personal property for Term Loans from Bank.

Note 2: The Group does not have any charges or satisfaction which is yet to be registered with ROC beyond statutory period.

Note 3: The Group has not been declared as a wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

Note 4: Cash Credit is secured by a hypothecation of current assets, mortgage of Plot & Office property, lien on certain Fixed Deposits of the Groupand personal guarantee of Promoters.

Note 5: The Promoter/Director has provided personal guarantees for borrowings obtained by the Company. For further details, refer to Note No. 35

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Notes to the Consolidated Financial Statements
15(B). LEASE LIABILITIES

A. NON CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Lease liabilities	-	3.73	7.68
Total non-current lease liabilities	**-**	**3.73**	**7.68**

B. CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Lease liabilities	7.46	3.95	3.40
Total current lease liabilities	**7.46**	**3.95**	**3.40**

C. MOVEMENT OF LEASE LIABILITIES

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Opening Balance	7.68	11.08	-
(b) Add: Lease liability recognised during the year	-	-	11.62
(c) Add: Lease liability recognised on account of acquisition of subsidiary	5.44	-	-
(d) Add: Interest accrued on lease liability	0.66	0.83	0.17
(e) Less: Payment of Lease liabilities	(6.32)	(4.23)	(0.71)
Total	**7.46**	**7.68**	**11.08**

D. The following are the amounts recognised in profit or loss:

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Depreciation and Amortisation Expenses	5.49	3.87
(b) Interest expense on lease liabilities	0.50	0.83
(c) Expense relating to short-term leases	300.72	2,037.34
Total	**306.71**	**2,042.04**

16. PROVISIONS

A. NON CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Provision for employee benefits (Refer note no.36)			
- Gratuity	79.12	18.28	17.99
(b) Provision for Claims & Contingencies	423.00	481.01	-
Total non-current provisions	**502.12**	**499.29**	**17.99**

B. CURRENT

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Provision for employee benefits (Refer note no.36)			
- Gratuity	14.74	9.63	9.21
(b) Provision for Claims & Contingencies	105.76	128.27	-
(c) Other Provisions	-	9.74	-
Total current provisions	**120.49**	**147.64**	**9.21**

C. MOVEMENT OF PROVISION FOR CONTINGENCIES AND CLAIMS

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Opening Balance	609.28	-	-
(b) Add: Addition	-	609.28	-
(c) Less: Utilisation / Reversal	(80.53)	-	-
Closing Balance	**528.75**	**609.28**	**-**

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17. DEFERRED TAX

A. Movement in deferred tax assets and liabilities for the year ended March 31, 2024 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2023*	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive income	Recognized in equity	Balance as at March 31, 2024
Deferred tax assets:					
Liability on disallowance under section 43(B)	24.82	(1.07)	(0.13)	-	23.62
ECL provision	28.46	24.31	-	-	52.77
Security Deposit Fair Valuation Impact	0.06	(0.06)	-	-	-
Brought Forward Loss	42.57	(42.57)	-	-	-
Property, Plant & Equipment and Intangible Assets	1.95	35.25	-	-	37.20
Others	99.63	(19.93)	-	-	79.70
Lease Liability	1.93	(0.05)	-	-	1.88
Total deferred tax assets	**199.42**	**(4.12)**	**(0.13)**	**-**	**195.17**
Deferred tax liabilities:					
Property, Plant & Equipment and Intangible Assets	39.08	(39.08)	-	-	-
Right of Use Asset	1.79	(0.17)	-	-	1.62
Total deferred tax liabilities	**40.87**	**(39.25)**	**-**	**-**	**1.62**
Net deferred tax (assets) / liabilities	**(158.55)**	**(35.13)**	**0.13**	**-**	**(193.55)**

* Includes Balance of Subsidiary also of October 10, 2023.

B. Movement in deferred tax assets and liabilities for the year ended March 31, 2023 :-

(₹ in lakhs)

Particulars	Balance as at April 01, 2022	Recognized / (Reversed) in statement of profit and loss	Recognized / (Reversed) in other comprehensive income	Recognized in equity	Balance as at March 31, 2023
Deferred tax assets:					
Liability on disallowance under section 43(B)	6.84	6.20	(1.23)	-	11.81
ECL provision	28.46	-	-	-	28.46
Security Deposit Fair Valuation Impact	0.08	(0.02)	-	-	0.06
Others	-	99.63	-	-	99.63
Lease Liability	2.79	(0.86)	-	-	1.93
Total deferred tax assets	**38.17**	**104.95**	**(1.23)**	**-**	**141.89**
Deferred tax liabilities:					
Property, Plant & Equipment and Intangible Assets	106.90	(67.82)	-	-	39.08
Right of Use Asset	2.76	(0.97)	-	-	1.79
Total deferred tax liabilities	**109.66**	**(68.79)**	**-**	**-**	**40.87**
Net deferred tax (assets) / liabilities	**71.49**	**(173.74)**	**1.23**	**-**	**(101.02)**

Reconciliation of tax expense applicable to profit before tax at the latest statutory enacted tax rate in India to income-tax expense reported is as follows:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Profit before tax for the year	6,378.28	1,949.96
Enacted income tax rate in India applicable to the Group	25.17%	25.17%
Tax using the Company's domestic tax rate (A)	**1,605.28**	**490.77**
Tax effect of adjustment to reconcile expected income tax expense to reported income tax expense		
Difference on tax due to timing difference	(174.54)	(27.29)
Other incomes/expense exempt from tax/ Items not deductible	5.01	26.17
Tax Benefit as per Income Tax Act, 1961	(169.88)	(226.60)
Others	99.41	29.45
Total adjustments (B)	**(240.07)**	**(198.27)**
Total income-tax expense (A+B)	**1,365.21**	**292.50**

17. CURRENT TAX LIABILITIES (NET)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Current tax liabilities (net)	-	29.88	67.39
Total Current Tax Liabilities	**-**	**29.88**	**67.39**

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18. OTHER LIABILITIES

A. NON-CURRENT

(₹ in lakhs)

Particular	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Payables for Capital creditors	-	-	1,222.10
(b) Advance received from Government for expense	-	-	26.20
Contract Liabilities			
(a) Unearned and Deferred Revenue	444.49	-	-
Total other non current liabilities	**444.49**	**-**	**1,248.30**

B. CURRENT

(₹ in lakhs)

Particular	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Advances received from customers (Contract Liabilities)	737.67	136.83	112.86
(b) Statutory dues	172.36	250.58	324.88
Contract Liabilities			
(a) Unearned and Deferred Revenue	111.12	-	-
Total other current liabilities	**1,021.15**	**387.41**	**437.74**

19. TRADE PAYABLES

(₹ in lakhs)

Particular	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Total outstanding dues of micro enterprises and small enterprises	1,975.97	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	50,566.44	12,647.07	4,984.81
Total Trade Payables	**52,542.41**	**12,647.07**	**4,984.81**

Ageing of trade payables as at March 31, 2024 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	1,975.97	-	-	-	-	1,975.97
Others	33,843.92	14,343.56	256.79	-	-	48,444.27
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	-	40.00	40.00
	35,819.89	**14,343.56**	**256.79**	**-**	**40.00**	**50,460.24**
Add: Unbilled Dues						2,082.17
Total	35,819.89	14,343.96	256.79	-	40.00	52,542.41

Ageing of trade payables as at March 31, 2023 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	-	-	-	-	-	-
Others	12,602.19	4.88	-	-	-	12,607.07
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	-	40.00	-	40.00
Total	**12,602.19**	**4.88**	**-**	**40.00**	**-**	**12,647.07**

Ageing of trade payables as at April 01, 2022 (₹ in lakhs)

Particulars	Not due	Outstanding for following periods from due date of				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Micro, small and medium enterprise (MSME)	-	-	-	-	-	-
Others	4,289.47	653.42	0.62	-	-	4,943.51
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - others	-	-	41.30	-	-	41.30
Total	**4,289.47**	**653.42**	**41.92**	**-**	**-**	**4,984.81**

20. OTHER FINANCIAL LIABILITIES

(₹ in lakhs)

Particular	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
(a) Interest accrued but not due	12.98	7.61	3.81
(b) Provision for CSR	29.97	-	-
(c) Other Liabilities	425.75	-	-
Total current other financial liabilities	**468.70**	**7.61**	**3.81**

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Notes to the Consolidated Financial Statements

21. REVENUE FROM OPERATIONS

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Sale of IT Infrastructure Solutions			
	(i)	Traded goods	21,702.32	11,629.76
	(ii)	Project Based - IT Infra	71,798.49	29,315.22
(b)	IT Managed services			
	(i)	Service Income	8,270.83	9,198.17
	(ii)	Other operating revenue	285.83	226.36
Total revenue from operations			**1,02,057.47**	**50,269.51**

Assets and liabilities related to contracts with customers

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Trade receivable	29,496.83	11,084.87
Contract liabilities (Advance from customers)	737.67	136.83

Reconciliation of revenue recognised in Statement of profit and loss with contract price

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Contract price	1,02,062.83	50,269.51
Less: Discount, rebates and credits	5.36	-
Revenue from operations	**1,02,057.47**	**50,269.51**

There are no remaining performance obligations unsatisfied (or partially unsatisfied) as of the end of reporting period.

(₹ in lakhs)

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
Other Operating Revenues		
Annual Maintenance Contract Charges	285.83	226.36
Total	**285.83**	**226.36**

22. OTHER INCOME

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest income on -			
	(i)	Term Deposit with Bank	69.59	43.15
	(ii)	Income Tax Refund	5.23	44.46
	(iii)	Security Deposit	2.84	3.25
	(iv)	Others	19.77	0.16
(b)	Dividend Income*		0.02	0.02
(c)	Balances written back		170.25	1,206.80
(d)	Foreign Exchange Rate Difference		-	0.07
(e)	Profit on sale of Property, Plant & Equipment		2.34	-
(f)	Fair valuation of investment		9.02	-
(g)	Provision for Claims & Contingencies written back		57.57	-
(h)	Miscellaneous Income		5.24	-
Total other income			**341.87**	**1,297.91**

*Dividend Received on investment in Progressive Mercantile Co-Operative Bank

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23. PURCHASE OF STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Traded Goods	21,484.18	10,976.43
(b)	Project - IT Infra	66,237.27	25,534.24
Total purchase of stock in trade		**87,721.45**	**36,510.67**

24. CHANGES IN STOCK IN TRADE

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
Inventories at the end of the year			
(a)	Stock in Trade	3,688.28	724.01
Inventories at the beginning of the year			
(a)	Stock in Trade*	903.60	1,946.86
Total changes in stock in trade		**(2,784.68)**	**1,222.85**

* Includes balance of Subsidiary as of October 10, 2023.

25. EMPLOYEE BENEFIT EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Salaries and wages	3,969.53	3,530.34
(b)	Contribution to provident and other funds	255.05	203.45
(c)	Staff welfare expenses	4.97	5.76
Total employee benefit expenses		**4,229.55**	**3,739.55**

Note: For remuneration to key managerial personnel refer note no. 35.

26. FINANCE COSTS

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Interest expense on:			
	(i)	Unsecured Loan	341.50	289.17
	(ii)	Cash Credit	150.47	128.51
	(iii)	Income Tax	0.06	2.23
	(iv)	Lease Liability	0.66	0.83
	(v)	Others	29.28	58.26
(b)	Bank charges		145.85	113.48
Total finance cost			**667.82**	**592.48**

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27. OTHER EXPENSES

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	Project Expenses	4,109.70	2,804.36
(b)	Rent Expense	316.29	2,040.60
(c)	Claims & Contingencies	-	609.28
(d)	Sales Promotion and Marketing Expense	270.09	342.75
(e)	Tender Fees	256.78	254.10
(f)	Legal and professional expense	82.11	143.96
(g)	Commission expense	62.93	126.21
(h)	Office Expense	86.83	160.65
(i)	Insurance expense	84.03	90.80
(j)	Service Render charges	102.41	75.96
(k)	CSR expense	22.36	18.94
(l)	Repairs to		
	(i) Building	-	1.04
	(ii) Others	37.35	18.79
(m)	Payment to auditors*	17.63	16.60
(n)	Rates and taxes (including Penalties)	69.46	21.59
(o)	Donation	2.59	8.66
(p)	Expected credit loss for trade receivables	112.60	0.83
(q)	Loans and Deposits written off / Balances written off (Net)	10.30	237.28
(r)	Miscellaneous expenses	90.11	100.91
Total other expenses		**5,733.57**	**7,092.39**

* Excludes fees for initial public offer-related services of ₹8.26 Lakhs.

28. Earnings per Equity Share (EPS)

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023*
(a)	Profit after tax attributable to equity share holders for basic and diluted EPS	5,013.04	1,657.46
(b)	Weighted average no. of equity shares outstanding during the year for basic and dilutive EPS	2,37,31,355	2,37,31,355
(c)	Basic and diluted earnings per share (in ₹)	21.12	6.98
(d)	Nominal value per Share (in ₹)	10.00	10.00

* Earnings per share for previous year has been adjusted for Bonus shares issued in current year as per Ind AS 33, Earnings per share.

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29. Deen Dayal Upadhyaya Grameen Kaushalya Yojana Project Details

(₹ in lakhs)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(a)		UP Skill Development Project		
1.		Opening Balance [Payable / (Receivable)]	(78.09)	(61.76)
2.		Add : Amount received during the year	137.24	127.85
3.		Less : Expenses incurred during the year		
	(i)	Salary Expense	14.29	12.89
	(ii)	Purchase	-	-
	(iii)	Travelling Expense	2.39	2.17
	(iv)	Electric Expense	1.68	2.56
	(v)	Office Expense	1.03	1.24
	(vi)	Rent TC	48.40	52.80
	(vii)	Rent- TC / Hostel Infra Expense	15.00	30.00
	(viii)	Hostel Services - Food	32.64	35.50
	(ix)	Assessment Cum Certification Fee	1.93	2.18
	(x)	Professional Charges	0.42	1.56
	(xi)	One Time Travel Cost	4.22	5.74
	(xii)	Others	0.35	7.54
		Total Expenses incurred during the year	122.35	154.18
4.		Closing Balance [Payable / (Receivable)]	(63.20)	(78.09)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(b)		West Bengal Skill Development Project		
1.		Opening Balance [Payable / (Receivable)]	(50.21)	20.95
2.		Add : Amount received during the year	-	34.19
3.		Less : Expenses incurred during the year		
	(i)	Salary Expense	4.64	13.32
	(ii)	Travelling Expense	3.22	-
	(iii)	Hostel Service Food	1.65	22.47
	(iv)	Office Expense	0.23	1.04
	(v)	Rent - Hostel & Hostel Infra Expense	1.60	19.20
	(vi)	Rent TC	0.57	28.94
	(vii)	Rent TC - Infra Expense	8.00	16.00
	(viii)	Professional Charges	0.83	1.24
	(ix)	Others	0.28	3.14
	(x)	Creditors written Back	(2.85)	
		Total Expenses incurred during the year	18.17	105.35
4.		Closing Balance [Payable / (Receivable)]	(68.38)	(50.21)

Particulars			Year Ended March 31, 2024	Year Ended March 31, 2023
(c)		Assam state rural livelihood project		
1.		Opening Balance [Payable / (Receivable)]	(56.28)	5.25
2.		Add : Amount received during the year	-	-
3.		Less : Expenses incurred during the year		
	(i)	Salary Expense	16.16	28.98
	(ii)	Electric Expence	0.22	1.06
	(iii)	Hostel Service Food	-	17.58
	(iv)	Rent charges	13.85	4.35
	(v)	Stationery	-	1.29
	(vi)	Travel Expenses	1.27	3.44
	(vii)	Professional Charges	1.23	1.52
	(viii)	Others	-	3.31
	(ix)	Creditors written Back		
		Total Expenses incurred during the year	32.73	61.53
4.		Closing Balance [Payable / (Receivable)]	(89.01)	(56.28)

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30. Contingencies and Commitments

(₹ in lakhs)

Particulars		Year Ended March 31, 2024	Year Ended March 31, 2023
(a)	**Claims against the Company /disputed liabilities not acknowledged as debts**	41.76	-
(b)	**Disputed Statutory Claims**		
	Income Tax		
	- Appeals preferred by Company	30.88	41.71
	Central Goods and Services Tax Act,2017	30.90	-

(c) There are no Commitments on account of estimated amount of contracts remaining to be executed on capital account and not provided for relating to Property, Plant and Equipment.(P.Y Rs Nil)

(d) The Group operates majorly with Government Department and is required to give bank guarantee for each and every orders. The Bank guarantees are contingent upon the completion of order, Products warranties and other conditions. The total amount of Bank guarantee given as at 31st Marc 2024, 31st March 2023 and as on 1 April 2022 is Rs 4024.28 Lakhs, Rs 2,553.34 Lakhs and Rs 1,304.13 Lakhs respectively, same should consider as contingent Liability.

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Notes to the Consolidated Financial Statements

31. Financial instruments

Category-wise Classification of Financial Instruments:

(₹ in Lakhs)

Particulars	As at March 31, 2024			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	29,247.17	29,247.17
Cash and cash equivalents	-	-	2,131.20	2,131.20
Other bank balances	-	-	1,638.23	1,638.23
Investments	-	-	0.40	0.40
Loans and Advances	-	-	759.81	759.81
Other financial assets	-	292.70	24,318.28	24,610.98
Total	-	292.70	58,094.79	58,387.49
Financial liabilities				
Borrowings	-	-	2,725.65	2,725.65
Trade payables	-	-	52,542.41	52,542.41
Lease liabilities	-	-	7.46	7.46
Other financial liabilities	-	-	468.70	468.70
Total	-	-	55,744.22	55,744.22

(₹ in Lakhs)

Particulars	As at March 31, 2023			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	10,971.78	10,971.78
Cash and cash equivalents	-	-	46.07	46.07
Other bank balances	-	-	748.13	748.13
Investments	-	21.15	0.66	21.81
Loans and Advances	-	-	472.98	472.98
Other financial assets	-	111.93	6,540.21	6,652.14
Total	-	133.08	18,779.83	18,912.91
Financial liabilities				
Borrowings	-	-	3,208.25	3,208.25
Trade payables	-	-	12,647.07	12,647.07
Lease liabilities	-	-	7.68	7.68
Other financial liabilities	-	-	7.61	7.61
Total	-	-	15,870.61	15,870.61

(₹ in Lakhs)

Particulars	As at April 01, 2022			
	Fair Value through OCI	Fair Value through profit or loss	Amortised cost	Carrying Value
Financial assets				
Trade receivables	-	-	4,613.88	4,613.88
Cash and cash equivalents	-	-	24.16	24.16
Other bank balances	-	-	1,186.23	1,186.23
Investments	-	21.15	0.66	21.81
Loans and Advances	-	-	763.91	763.91
Other financial assets	-	87.83	1,373.68	1,461.51
Total	-	108.98	7,962.51	8,071.49
Financial liabilities				
Borrowings	-	-	2,581.03	2,581.03
Trade payables	-	-	4,984.81	4,984.81
Lease liabilities	-	-	11.08	11.08
Other financial liabilities	-	-	3.81	3.81
Total	-	-	7,580.73	7,580.73

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Category-wise Classification of Financial Instruments:

The financial instruments are categorised in to three levels, based on the inputs used to arrive at fair value measurement as described below :

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 — Inputs based on unobservable market data.

Valuation Methodology

Financial Instrument measured at Amortised Cost

The management assessed that cash and cash equivalents, other bank balances, trade receivables, other financial assets, trade payables, lease liabilities and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

For assets which are measured at fair value as at Balance Sheet date, the classification of fair value calculations by category is summarized below:

(₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3
Financial assets			
Investment (other than investment in subsidiaries, Joint Venture & Associates)			
As at March 31, 2024	-	-	-
As at March 31, 2023	-	-	21.15
As at April 01, 2022	-	-	21.15

32. Capital risk management

The Group manages its capital structures and makes adjustment in light of changes in economic conditions and requirements of financing covenants. To this end the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The primary objective of the Group's Capital Management is to maximize the shareholder value by maintaining an efficient capital structure and healthy ratios and safeguard Group's ability to continue as a going concern. The Group also works towards maintaining optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies, process during the year ended 31st March, 2024.

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Debt	2,725.85	3,208.25	2,581.03
Equity	9,517.62	4,669.77	3,008.65
Debt - Equity Ratio	0.29	0.69	0.86

Note

(i) Debt is defined as long-term and short-term borrowings including current maturities.

(ii) Equity includes all Capital & Other Equity.

33. Financial risk management

The Group's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risks. The Group's senior management has the overall responsibility for establishing and governing the Group's risk management framework. The Group has constituted a risk management committee, which is responsible for developing and monitoring the Group's risk management policies. The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Audit Committee of the Parent Company.

A. Management of Market Risk
The Group's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:
- Foreign Currency risk
- Interest rate risk

The above risks may affect the Group's income and expenses, or the value of its financial instruments. The Group's exposure to and management of these risks are explained below:

i) Foreign Currency Risk

The Group does not have any instrument denominated or traded in foreign currency at the reporting date. Hence, such risk does not affect the Group.

ii) Interest rate risk
Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Group's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

According to the Group, interest rate risk exposure is only for floating rate borrowings. For floating rate liabilities, the analysis is prepared assuming that the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point 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.

Exposure to interest rate risk

Interest rate sensitivity
A change of 50 bps in interest rates would have following impact on profit before tax (₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
50 bp decrease would increase the profit before tax by	10.83	6.11	5.26
50 bp increase would decrease the profit before tax by	(10.83)	(6.11)	(5.26)

B) Credit Risk
Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments. Credit risk arising from investment in mutual funds, derivative financial instruments and other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognised financial institutions with high credit ratings assigned by the international credit rating agencies.

Credit risk arising from trade receivables is managed in accordance with the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive evaluation and individual credit limits are defined in accordance with this assessment.

Three customers accounted for 79.48% of the revenue for the year ended March 31, 2024. Three customer accounted for 67.56% of the revenue for the year ended March 31, 2023.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogeneous groups and assessed for impairment collectively.

Movement in allowance for credit losses of receivables is as below:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023	As at April 01, 2022
Balance at the beginning of the year	113.09	113.09	22.98
Charge in statement of profit and loss	112.57	0.83	90.11
Release to statement of profit and loss	-	-	-
Utilised during the year	16.00	0.83	-
Balance at the end of the year	209.66	113.09	113.09

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(C) Liquidity risk management

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including, debt and overdraft / credit facilities from both domestic and international banks at an optimised cost. It also enjoys strong access to domestic capital markets across equity. The table below summarises the maturity profile of the Group's financial liabilities based on contractual payments:

(₹ in Lakhs)

Particulars	Carrying amount	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Year ended March 31, 2024						
Interest bearing borrowings	2,172.17	1,114.83	203.79	240.60	612.95	2,172.17
Trade payables	52,542.41	37,902.06	14,343.56	256.79	40.00	52,542.41
Lease liabilities	7.46	7.46	-	-	-	7.46
Other financial liabilities	468.70	468.70	-	-	-	468.70
Year ended March 31, 2023						
Interest bearing borrowings	2,777.40	2,503.83	181.13	62.96	29.48	2,777.40
Trade payables	12,647.07	12,607.07	-	40.00	-	12,647.07
Lease liabilities	7.68	3.95	3.73	-	-	7.68
Other financial liabilities	7.61	7.61	-	-	-	7.61
Year ended March 31, 2022						
Interest bearing borrowings	2,467.92	2,139.19	206.92	57.77	64.04	2,467.92
Trade payables	4,984.81	4,942.89	41.92	-	-	4,984.81
Lease liabilities	11.08	3.40	7.68	-	-	11.08
Other financial liabilities	3.81	3.81	-	-	-	3.81

Financial Arrangement

The Group had access to the following undrawn borrowing facilities at the end of the reporting period

Particulas	As At March 31, 2024	As At March 31, 2023
Expiring within one year (Bank overdraft and other facilities)	2,119.26	291.69
Expiring beyond one year (bank loans)	-	-

34. Segment

Segment reporting as defined in Indian Accounting Standard 108 is not applicable since the entire operation of the Group relates to only one segment i.e. IT Infrastructure and Managed services

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35. RELATED PARTY TRANSACTIONS

The Group's related parties principally consist of its associates, Key managerial personnel and relatives thereto . The group routinely enters into transactions with these related parties in the ordinary course of business at market rates and terms.
The following tables summarises related party transactions and balances included in the financial statements of the Group for the year ended March 31, 2024 and March 31, 2023 as required by Indian Accounting Standard - 24 "Related Parties Disclosures":

A. Name of Related Parties and Relationship

Name of the related party	Relationship
Ridhish Kiritbhai Patel	Key Managerial Personal
Ami Ridhish Patel	Key Managerial Personal
Ridhish Kiritbhai Patel - HUF	Relative of Key Managerial Personnel
Kiritkumar Chimanbhai Patel	Relative of Key Managerial Personnel
Kiritkumar Chimanbhai Patel - HUF	Relative of Key Managerial Personnel
Arrow Powertech Pvt Ltd	Enterprise significantly influenced by Key managerial Personnel's
Armee Technology Services Pvt Ltd*	Enterprise significantly influenced by Key managerial Personnel's
iLeads Business Advisory LLP **	Enterprise significantly influenced by Key managerial Personnel's
Communifi Technologies LLP	Enterprise significantly influenced by Key managerial Personnel's
Abhav Enterprise	Enterprise significantly influenced by Key managerial Personnel's
Nehal Desai	Relative of Key Managerial Personnel
Maithali Patel	Relative of Key Managerial Personnel
Minaxiben Patel	Relative of Key Managerial Personnel
Grishma Patel	Relative of Key Managerial Personnel
Aruna Maheshwari (From 12th February, 2024)	Key Managerial Personal
Nirajkumar K Malaviya(From 7th February, 2024)	Key Managerial Personal
Kenya Watch & Co	Enterprise significantly influenced by Key managerial Personnel's
Stratecon Business Advisory LLP	Enterprise significantly influenced by Key manageiral Personnel's

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.
** ceased to be related party from November 29, 2023 due to change of composition of Partners

B. Transactions during the Year with Related Parties mentioned in (a) above, in Ordinary Course of Business

(₹ in lakhs)

Transaction			Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key manageiral Personnel	Total
(a)	Purchase					
	(i)	Ridhish Kiritbhai Patel- HUF		17.51		17.51
		P.Y		18.25		18.25
	(ii)	Kiritkumar Chimanbhai Patel - HUF		16.35		18.35
		P.Y		18.38		18.36
	(iii)	Armee Technology Services Pvt Ltd*			-	-
		P.Y			132.13	132.13
	(iv)	Arrow Powertech Pvt Ltd			1,745.20	1,745.20
		P.Y			155.04	155.04
	(v)	Abhav Enterprise			198.51	198.51
		P.Y			-	-
(b)	Sale					
	(i)	Armee Technology Services Pvt Ltd*			2.99	2.99
		P.Y			1,485.38	1,485.38
	(ii)	Arrow Powertech Pvt Ltd			1,641.56	1,641.56
		P.Y			1,540.21	1,540.21
	(iii)	Communifi Technologies LLP			0.21	0.21
		P.Y			0.80	0.80
(c)	Managerial Remuneration					
	(i)	Ami Ridhish Patel	52.00			52.00
		P.Y	52.00			52.00
	(ii)	Kiritkumar Chimanbhai Patel		16.25		18.25
		P.Y		31.25		31.25
	(iii)	Ridhish Kiritbhai Patel	98.25			88.25
		P.Y	98.25			96.25
	(iv)	Aruna Maheshwari	1.83			1.83
		P.Y	-			-
	(v)	Nirajkumar K Malaviya	1.42			1.42
		P.Y	-			-
(d)	Salary					
	(i)	Nehal Desai		1.91		
		P.Y		-		

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		Transaction		Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key manageiral Personnel	Total
(d)	Rent						
	(i)	Ridhish Kiritbhai Patel		4.20			4.20
			P.Y	4.20			4.20
	(ii)	Ami Ridhish Patel		1.75			
			P.Y	-			
	(iii)	Arrow Powertech Pvt Ltd				54.08	54.08
			P.Y			-	-
(e)	Commission						
	(i)	Maithali Patel			4.74		4.74
			P.Y		-		-
(f)	Loans Taken						
	(i)	Kiritkumar Chimanbhai Patel		-	111.08		111.08
			P.Y	-	91.80		91.80
	(ii)	Ami Ridhish Patel		528.81			528.81
			P.Y	314.38			314.38
	(iii)	Ridhish Kiritbhai Patel		1,517.56			1,517.56
			P.Y	410.74			410.74
	(iv)	Maithali Patel			-		-
			P.Y		40.30		40.30
	(v)	Minaxiben Patel			0.68		0.68
			P.Y		-		-
(g)	Repayment of Loan Taken						
	(i)	Kiritkumar Chimanbhai Patel		-	180.82		180.82
			P.Y	-	101.43		101.43
	(ii)	Ami Ridhish Patel		129.26			129.26
			P.Y	335.91			335.91
	(iii)	Ridhish Kiritbhai Patel - HUF			-		-
			P.Y		4.25		4.25
	(iv)	Ridhish Kiritbhai Patel		1,489.63			1,489.63
			P.Y	414.02			414.02
	(v)	Kiritkumar Chimanbhai Patel - HUF			-		-
			P.Y		3.96		3.96
	(vi)	Maithali Patel			-		-
			P.Y		49.74		49.74
	(vi)	Minaxiben Patel			0.68		0.68
			P.Y		-		-
(h)	Loan Given						
	(i)	iLeads Business Advisory LLP **				25.00	25.00
			P.Y			217.46	217.46
(i)	Repayment of loan Given						
	(i)	iLeads Business Advisory LLP **				89.83	89.83
			P.Y			152.83	152.83
(j)	Purchase of Equity share of Armee Technology Services Pvt Ltd						
	(i)	Ami Ridhish Patel		127.12			127.12
			P.Y	-			-
	(ii)	Kiritkumar Chimanbhai Patel			12.93		12.93
			P.Y		-		-
	(iii)	Minaxiben Patel			12.93		12.93
			P.Y		-		-
	(iv)	Ridhish Kiritbhai Patel		32.32			32.32
			P.Y	-			-

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.

** ceased to be related party from November 29, 2023 due to change of composition of Partners

ARMEE INFOTECH LIMITED

(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)

CIN - U72100GJ2011PLC063953

Notes to the Consolidated Financial Statements

C. Balances outstanding as at the year end:

(₹ in lakhs)

			Transaction	Key Managerial Person	Relative of Key Managerial Person	Enterprise significantly influenced by Key manageiral Personnel	Total
(a)	Amount Payable						
	(1)	Purchase					
		(i)	Ridhish Kiritbhai Patel - HUF		17.51		17.51
			P.Y		16.07		16.07
		(ii)	Kiritkumar Chimanbhai Patel - HUF		16.35		16.35
			P.Y		18.18		18.18
		(iii)	Armee Technology Services Pvt. Ltd*			-	-
			P.Y			3.71	3.71
		(iv)	Arrow Powertech Pvt Ltd			1,740.31	1,740.31
			P.Y			-	-
		(v)	Abhav Enterprise			6.98	6.98
			P.Y			-	-
	(2)	Loan Taken					
		(i)	Kiritkumar Chimanbhai Patel	-	0.33	-	0.33
			P.Y	-	1.74	-	1.74
		(ii)	Ami Ridhish Patel	460.54	-	-	460.54
			P.Y	42.56	-	-	42.56
		(iii)	Ridhish Kiritbhai Patel	46.33	-	-	46.33
			P.Y	16.73	-	-	16.73
(b)	Amount Receivable						
	(1)	Sale					
		(i)	Armee Technology Services Pvt. Ltd*	-	-	-	-
			P.Y	-	-	1,592.25	1,592.25
		(ii)	Arrow Powertech Pvt Ltd	-	-	1,558.66	1,558.66
			P.Y	-	-	535.54	535.54
		(iii)	Communifi Technologies LLP	-	-	0.98	0.98
			P.Y	-	-	-	-
		(iv)	Stratacon Business Advisory LLP	-	-	161.30	161.30
			P.Y	-	-	-	-
	(2)	Loans and Advances given					
		(i)	iLeads Business Advisory LLP **	-	-	-	-
			P.Y	-	-	64.83	
		(ii)	Armee Technology Services Pvt. Ltd*	-	-	-	-
			P.Y	-	-	1,592.25	1,592.25

* ArMee Technology Services Private Limited became wholly owned Subsidiary on October 10, 2023.

** ceased to be related party from November 29, 2023 due to change of composition of Partners

Notes

1. No amount has been provided as doubtful debts or advances / written off or written back in respect of debts due from / to above parties.
2. The transaction with related parties are made on terms equivalent to those that prevail in arm's length transactions.
3. The Group has obtained secured and unsecured borrowing from Bank and other financial institutions. Personal guarantee amounted to Rs 2016.95 Lakhs (P.Y. 2416.55 Lakhs) is given by Key managerial personal and their relative.

D. Compensation to Key Managerial Personnel of the Company:

(₹ in lakhs)

	Nature of Benefits	As at March 31, 2024	As at March 31, 2023
(a)	Short-term Employee Benefits	153.50	150.25
(b)	Post-employment Gratuity Benefits *	0.26	0.60
	Total	153.76	150.85

* Key Managerial Personnel and Relatives of Promoters who are under the employment of the Company are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19 - 'Employee Benefits' in the consolidated financial statements. Post-employment gratuity benefits of Key Managerial Personnel has not been included in (b) above.

ARMEE INFOTECH LIMITED
(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
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Notes to the Consolidated Financial Statements

36. Gratuity

The disclosure in respect of the defined Gratuity Plan are given below:

A. Amount recognised in the Balance Sheet

(₹ in lakhs)

	Particulars	As at March 31, 2024	As at March 31, 2023
(a)	Present Value of Plan Liabilities	102.75	36.18
(b)	Fair Value of Plan Assets	8.89	8.27
Net Plan Liability		**93.86**	**27.91**

B. Movements in Plan Liabilities

(₹ in lakhs)

	Particulars	As at March 31, 2024	As at March 31, 2023
Present Value of Benefit Obligation at the Beginning of the Period		**87.85**	**34.92**
(a)	Interest Cost	4.47	2.56
(b)	Current Service Cost	7.53	3.62
(c)	Past Service Cost	-	-
(d)	Liability Transferred In/ Acquisitions	-	-
(e)	(Liability Transferred Out/ Divestments)	-	-
(f)	(Gains)/ Losses on Curtailment	-	-
(g)	(Liabilities Extinguished on Settlement)	-	-
(h)	(Benefit Paid Directly by the Employer)	-	-
(i)	(Benefit Paid From the Fund)	-	-
(j)	The Effect Of Changes in Foreign Exchange Rates	-	-
(k)	Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
(l)	Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	3.36	(0.64)
(m)	Actuarial (Gains)/Losses on Obligations - Due to Experience	(0.46)	(4.28)
Present Value of Benefit Obligation at the End of the Period		**102.75**	**36.18**

* Includes Benefit Obligation of Subsidiary acquired on October 10, 2023.

C. Movements in Plan Assets

(₹ in lakhs)

	Particulars	As at March 31, 2024	As at March 31, 2023
Fair Value of Plan Assets at the Beginning of the Period		8.27	7.72
(a)	Interest Income	0.62	0.57
(b)	Contributions by the Employer	-	-
(c)	Expected Contributions by the Employees	-	-
(d)	Assets Transferred In/Acquisitions	-	-
(e)	(Assets Transferred Out/ Divestments)	-	-
(f)	(Benefit Paid from the Fund)	-	-
(g)	(Assets Distributed on Settlements)	-	-
(h)	Effects of Asset Ceiling	-	-
(i)	The Effect of Changes In Foreign Exchange Rates	-	-
(j)	Return on Plan Assets, Excluding Interest Income	-	(0.02)
Fair Value of Plan Assets at the End of the Period		8.89	8.27

D. Movements in Net Defined Liability

(₹ in lakhs)

	Particulars	As at March 31, 2024	As at March 31, 2023
As at the Beginning of the Period		79.58	27.19
(a)	Interest Cost	4.47	2.56
(b)	Current Service Cost	7.53	3.62
(c)	Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
(d)	Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	3.36	(0.63)
(e)	Actuarial (Gains)/Losses on Obligations - Due to Experience	(0.46)	(4.28)
(f)	Interest Income	(0.62)	(0.57)
(g)	Contributions by the Employer	-	-
(h)	Return on Plan Assets, Excluding Interest Income	-	0.02
As at the End of the Period		93.86	27.91

E. Amount recognised in the Statement of Profit and Loss as Employee Benefit Expenses

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
(a)	Current Service Cost	7.53	3.62
(b)	Net Interest Cost	3.85	1.98
(c)	Past Service Cost	-	-
(d)	(Expected Contributions by the Employees)	-	-
(e)	(Gains)/Losses on Curtailments And Settlements	-	-
(f)	Net Effect of Changes in Foreign Exchange Rates	-	-
Expenses Recognized in Statement of Profit & Loss		**11.38**	**5.61**
(a)	Actuarial (Gains)/Losses on Obligation For the Period	(0.52)	(4.91)
(b)	Return on Plan Assets, Excluding Interest Income	-	0.02
(c)	Change in Asset Ceiling	-	-
Net (Income)/Expense For the Period Recognized in OCI		**(0.52)**	**(4.89)**

F. Assumptions

With the objective of presenting the plan assets and plan liabilities of the defined benefits plans and post retirement medical benefits at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market

The significant actuarial assumptions were as follows:

Particulars		As at March 31, 2024	As at March 31, 2023
Financial Assumptions			
(a)	Expected Return on Plan Assets	7.49%	7.49%
(b)	Rate of Discounting	7.49%	7.49%
(c)	Rate of Salary Increase	7.00%	7.00%
(d)	Rate of Employee Turnover	2.00%	2.00%
Demographic Assumptions		Published rates under the Indian Assured Lives Mortality (2012-14)	

G. Sensitivity

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

(₹ in lakhs)

Particulars		As at March 31, 2024	As at March 31, 2023
(a)	Discount Rate		
	- Increase by 100 bps	2.44	(3.85)
	- Decrease by 100 bps	13.68	4.24
(b)	Salary Escalation Rate		
	- Increase by 100 bps	12.76	3.44
	- Decrease by 100 bps	3.19	(3.01)
(c)	Attrition Rate		
	- Increase by 100 bps	0.12	0.24
	- Decrease by 100 bps	(0.15)	(0.27)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

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 method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

H. The defined benefit obligations shall mature after year end as follows:

(₹ in lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
1st Following Year	3.90	2.48
2nd Following Year	2.32	0.86
3rd Following Year	2.53	0.94
4th Following Year	2.73	1.00
5th Following Year	6.20	1.06
Year 6 To 10	33.77	12.70
Year 11 and thereafter	244.49	75.09

Risks associated with defined benefit plan

Gratuity is a defined benefit plan and entity is exposed to the Following Risks:

Interest rate risk: A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

Salary Risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

Investment Risk: The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

Asset Liability Matching Risk: The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.

Mortality risk: Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

Concentration Risk: Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very low as insurance companies have to follow stringent regulatory guidelines which mitigate risk.

ARMEE INFOTECH LIMITED

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Notes to the Consolidated Financial Statements

37. Group Information

1.Information about Subsidiary :

The Financial statements of the the group includes Subsidiary:

Sr. No.	Name of Company	Date Control or interest acquired	Corporate Identification number	Country of incorporation	% of Ownership interest / Control	
					As at March 31, 2024	As at March 31, 2023
1	ArMee Technology Services Private Limited	October 10, 2023	U72100GJ2009PTC058885	India	100%	14%

38. Group Information

Additional information pursuant to para 2 of general instructions for the preparation of consolidated financial statements (refer para 2 of division 2 to the schedule 3

(₹ in Lakhs)

Name of entity	As at March 31, 2024							
	Net assets		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive	Amount
Parent : ArMee Infotech Limited	98.90%	7,065.65	95.17%	4,770.79	-453.85%	(1.77)	95.12%	4,769.02
Subsidiary : ArMee Technology Services Private Limited	4.12%	294.28	4.83%	242.25	553.85%	2.16	4.88%	244.41
Inter company elimination and consolidation adjustments	-3.02%	(215.45)	0.00%	-	0.00%	-	0.00%	-
Total	100.00%	7,144.48	100.00%	5,013.04	100.00%	0.39	100.00%	5,013.43

The Company did not have any subsidiary,associates,joint ventures, joint operation as at March 31, 2023, April 01, 2022.

39 Events after reporting period

There were no significant adjusting events that occurred subsequent to the reporting period.

40. Armee Infotech Limited (the 'Company') formerly known as Armee Infotech Private Limited was converted from a private limited company to a public limited company, pursuant to a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on February 20, 2024 and consequently, the name of the Company has been changed to Armee Infotech Limited pursuant to a fresh certificate of incorporation by the Registrar of Companies dated April 24, 2024

41. The Code on Social Security, 2020 ('Code') has been notified in the Official Gazette of India on 29th September, 2020 which could impact the contributions of the Company towards certain employment benefits. The effective date from which changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period of notification of the relevant provisions.

42. Other statutory information

i) The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
ii) No proceedings have been initiated or are pending against the Group for holding any Benami property under the Benami Transactions (Prohibition) Act,1988 (45 of 1988) and rules made thereunder.
iii) The Group 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 Group (ultimate beneficiaries) or
(b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
iv) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
(b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries."
v) The Group 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).
vi) The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
vii) The Group does not have any transactions with companies which are struck off.

ARMEE INFOTECH LIMITED
(Formerly known as ARMEE INFOTECH PRIVATE LIMITED)
CIN - U72100GJ2011PLC063953
Notes to the Consolidated Financial Statements

42. Other statutory information (contd...)

viii) The Group has been maintaining its books of accounts in the Tally Prime edit Log which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021.
ix) The quarterly returns or statements of Receivables, inventories and creditors for goods filed by the Group with banks or financial institutions are in agreement with the books of accounts.

43. The Group has not entered with any Scheme(s) of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.

As per our Report of even date
For, KANTILAL PATEL & CO.
Chartered Accountants
Firm Reg. No. 104744W

JINAL A. PATEL
Partner
Membership No. 153599
Place: Ahmedabad
Date : August 30, 2024

For and on Behalf of Board of Directors of
ARMEE INFOTECH LIMITED

Ridhish K. Patel
Managing Director
(DIN: 02876453)

Amit R. Patel
Director
(DIN: 03330034)

Aruna Maheshwari
Chief Financial Officer
(Membership No: 412770)
Place: Ahmedabad
Date : August 30, 2024

Purnima Jain
Company Secretary
Membership No: A34071

KANTILAL PATEL & CO.
"KPC House",
Besides High Court
Auditorium Gate,
Sola, Ahmedabad
380060
CHARTERED ACCOUNTANTS

ARMEE INFOTECH LIMITED
(Formerly Armee Infotech Private Limited)
(CIN No. U72100GJ2011PLC063953)
Regd. Office: 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad -380058
Email ID: cs@armeeinfotech.com ,Website Address: www.armeeinfotech.com,
Tel: 079-49114911, GSTIN 24AAECB4165A1Z9

(Please fill this attendance slip and hand it over at the entrance of the office.)

Attendance Slip

(Fourteenth Annual General Meeting)

Regd. Folio No. _______

No. of shares held______

I certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the Fourteenth Annual General Meeting of the Company on 25th September 2024 at 11.00 a.m. at Registered Office of the Company.

____

Member's/Proxy's name in Block Letters

____

Member's/Proxy's Signature

ARMEE INFOTECH LIMITED
(Formerly Armee Infotech Private Limited)
(CIN No. U72100GJ2011PLC063953)
Regd. Office: 17, Goyal Intercity, B/h Drive in Cinema, Thaltej Road, Ahmedabad -380058
Email ID: cs@armeeinfotech.com ,Website Address: www.armeeinfotech.com,
Tel: 079-49114911, GSTIN 24AAECB4165A1Z9

Form No. MGT - 11

14TH ANNUAL GENERAL MEETING

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

Name of Member(s):

Registered Address:

Email ID :

Folio No.:

I/We, being the member(s) of ____________________, holding shares of the above-named Company, hereby appoint

1. Name:

Address:

E-mail Id:

Signature: ______________________

as my proxy to attend and vote (on a poll) for me and on my behalf at the 14th Annual General Meeting of the Company, to be held on Wednesday, 25th September 2024 at the Registered Office of the Company at 11.00 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

Description of Resolution	FOR	AGAINST
Ordinary Business		
1) To receive, consider and adopt the standalone and consolidated audited Balance Sheet as at March 31, 2024 and Statement of Profit & Loss account together with the Notes & Schedules forming part thereof & Cash Flow Statement for the Financial Year ended on that date, and the reports of the Board and Auditor thereon.		
2) To appoint a director in place of Mr. Ridhish K Patel (DIN: 02876453) who retires by rotation and being eligible offers himself for re-appointment.		
3) **"RESOLVED THAT,** pursuant to the provisions of Section 139 and 142 of the Companies Act, 2013 read with Rule 3 of the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions of the Companies Act, 2013 read with rules made thereunder (including any statutory modification(s) or reenactment thereof for the time being in force), and pursuant to the recommendation of the Audit Committee and Board of the Directors of the company M/s. Kantilal Patel &. Co., Chartered Accountants, (Firm Registration Number 104744W) be and are hereby appointed as the Statutory Auditors of the Company for a period of 5 (five) consecutive years to hold office from the conclusion of this 14th Annual General Meeting until the conclusion of 19th Annual General Meeting of the Company ,at such remuneration as may be mutually agreed upon between the Company and the Auditors (exclusive of applicable taxes and reimbursement of travelling and out of pocket expenses) as shall be fixed by the Board of Directors of the Company from time to time in consultation with them .”		
Special Business		
1.) “**RESOLVED THAT** pursuant to the provisions of Section 4 and 13 of the Companies Act, 2013 and rules thereof as amended from time to time, pursuant to the recommendation of the Board of the Directors of the company subject to the		

approval of the Members consent be and is hereby given for alteration of Clause III (Object Clause) of the Memorandum of Association of the Company as follows: **The following sub clauses 8 to 10 shall be inserted after Sub Clause 7 of Clause III (A)** 8. To carry on the business of generating, accumulating, distributing and supplying Solar Energy for its own use or for sale to Governments, State Electricity Boards, Intermediaries in Power Transmission / Distribution, Companies, Industrial Units, or to other types of users / consumers of Energy and in this regard to promote, develop, own, acquire, set up, erect, build, install, commission, construct, establish, maintain, improve, manage, operate alter, control, take on hire / lease, carry out and run all necessary Plants, equipment, sub-stations, workshops, generators, transmission facilities, machinery, electrical equipment, accumulators, repair shops, wires, cables, lamps, fittings and apparatus in the capacity of principals, contractors, developers or otherwise and to deal, buy, sell and hire / lease all apparatus and things required for or used in connection with generation, distribution, supply, accumulation of Solar Energy. 9. To carry on the business of consultants, advisors, auctioneers for all types of Solar Energy Plants and to undertake research and development in the field of solar energy and other allied fields and in this regard undertake Engineering, Procurement and Construction of Solar based Projects for residential and industries and design, engineer procurement of materials, construction and commissioning of solar power systems and manufacture and deal in Solar UPS (Urgent Power Supply) systems. 10. To carry on the business of manufacture, assemble, purchase, import, export and otherwise deal in India or abroad in all types of cells, batteries, energy storage devices, conversion and generation devices, appliances, gadgets, equipment and products, including power packs, power supplies; generators, solar panels, chargers and sub-assemblies, components, parts and accessories thereof.”		

Affix
Revenue
Stamp

Signed this __________ day of______________________, 2024

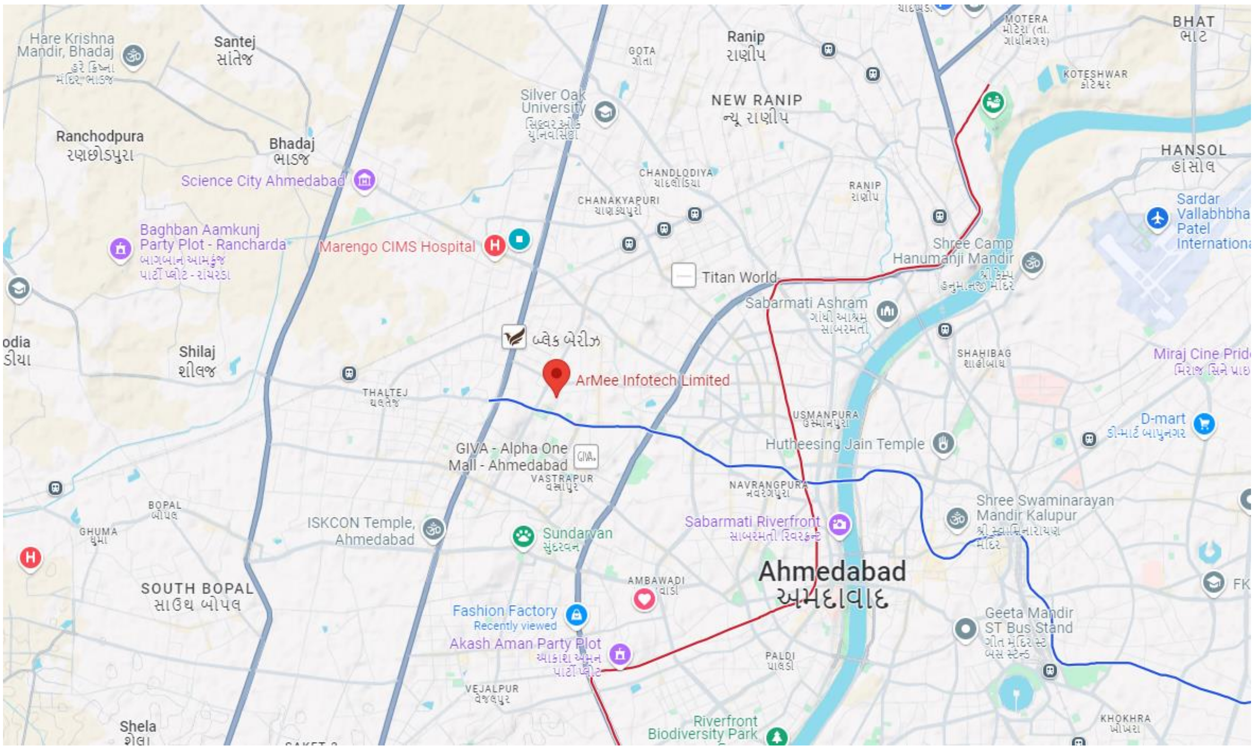
Signature of shareholder ___________________________________

Signature of Proxy holder(s) ________________________________

NOTES:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A proxy need not be a member of the Company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% 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 a proxy for any other person or shareholder.
4. Proxy holder will have to proof his/her identity.
5. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
6. In order to make the proxy form a valid one, affix a revenue stamp in the space/box so provided in the form mentioning the words "Affix Revenue Stamp."
7. Your proxy form must be complete in all respect so as that the same may be counted as a valid proxy form i.e. it should be completely filled, dated, signed and stamped.

Route MAP of Annual General Meeting Venue



URL:
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Direction QR Code: