



SAMRAT FORGINGS LIMITED

CIN: L28910PB1981PLC056444

Regd. Office & Unit I : Village & P.O. Ghollu Majra, Tehsil Derabassi, Distt. Mohali, Punjab - 140506 India

Unit II (Machining Division) : Village & P.O. Bhankarpur, Distt. Mohali, Punjab - 140 201 India

Tel. (P.B.X.) : +91-92572 40444, E-mail: info@samratforgings.com

Website: www.samratforgings.com



SFL/2025-26/146

Date: 05.08.2025

**General Manager,
Corporate Relationship Department,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001**

Scrip Code: 543229

Sub: Annual Report for Financial Year 2024-25

Dear Sir,

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith copy of Annual Report for FY 2024-25 of the Company including inter alia Notice of the Company's 44th Annual General Meeting (AGM), which is being sent through electronic mode to the Members of the Company. The 44th AGM of the Company will be held on Friday, 29th August, 2025 at 11:30 A.M. through Video Conferencing / Other Audio Visual Means.

The aforesaid information is also being uploaded on the website of the Company www.samratforgings.com.

You are requested to kindly take the above on record.

Thanking you,

Yours faithfully,

For Samrat Forgings Limited

**Sandeep Kumar
Company Secretary
FCS 9075**

Encl: As above



44th
Annual Report
2024-25

Samrat Forgings Limited

SAMRAT FORGINGS LIMITED

44th ANNUAL REPORT 2024-25

BOARD OF DIRECTORS

Mr. Rakesh M. Kumar
(Chairman)
Mr. Siddharth Joshi
Mrs. Bindu Chowdhary
Mrs. Ritu Joshi
Ms. Niveta Sharma
Mrs. Amita Arora
Mr. Satish Chander Sharma
Mr. Dhananjay Lakhnarpal

CHIEF FINANCIAL OFFICER

Mr. A.P.S. Grover

COMPANY SECRETARY

Mr. Sandeep Kumar

SATUTORY AUDITORS

M/s. Rattan Kaur & Associates
Chartered Accountants

BANKERS

The Jammu & Kashmir Bank Ltd.

REGISTERED OFFICE & WORKS

Village & P.O. Gholu Majra,
Tehsil Derabassi, Distt. Mohali,
Punjab – 140506
Phone: +91-9257240444
Email: info@samratforgings.com
Website: www.samratforgings.com
CIN: L28910PB1981PLC056444

**REGISTRARS AND SHARE
TRANSFER AGENTS**

Mas Services Ltd.
T-34, 2nd Floor, Okhla Industrial Area,
Phase – 2, New Delhi – 110020
Tel: 011-26387281/82/83
Email: investor@masserv.com

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44th ANNUAL GENERAL MEETING

on Friday, 29th August, 2025
at 11:30 A.M. through

Video Conferencing / Other Audio Visual Means

NOTICE

Notice is hereby given that the 44th Annual General Meeting of Samrat Forgings Limited will be held on Friday, the 29th day of August, 2025 at 11:30 A.M. through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), to transact the following business:

ORDINARY BUSINESS

1. **To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2025 and the Reports of the Board of Directors and Auditors thereon, and in this regard, pass the following resolution as an Ordinary Resolution:-**

"RESOLVED THAT the Audited Financial Statements of the Company, Report of the Board of Directors and the Auditors' thereon for the financial year ended on March 31, 2025 alongwith Annexures as laid before this Annual General Meeting be and are hereby received, considered, approved and adopted."

2. **To appoint a Director in place of Mrs. Ritu Joshi (DIN: 01598873), who retires by rotation and, being eligible, offers herself for re-appointment, and in this regard, pass the following resolution as an Ordinary Resolution:-**

"RESOLVED THAT Mrs. Ritu Joshi (DIN: 01598873), a Director of the Company who retires by rotation at this Meeting, being eligible for re-appointment as Director of the Company be and is hereby re-appointed as a Director of the Company whose period of office shall be liable to determination by retirement of Director by rotation."

SPECIAL BUSINESS

3. **Appointment of Mr. Siddharth Joshi (DIN: 03326296) as Director**

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Mr. Siddharth Joshi (DIN: 03326296), who was appointed as an Additional Director by the Board of Directors of the Company with effect from June 1, 2025 and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a Member under Section 160(1) of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

4. Appointment of Mr. Siddharth Joshi (DIN: 03326296) as Whole-time Director

To consider and if thought fit, to pass the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 196, 197 and 198 read with Schedule V read and all other applicable provisions of the Companies Act, 2013 (“the Act”), and rules made thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force) and pursuant to the relevant provisions of the Articles of Association of the Company and all applicable guidelines issued by the Central Government from time to time and subject to the approvals, as may be necessary, consent of the Members be and is hereby accorded to the appointment of Mr. Siddharth Joshi (DIN: 03326296) as Whole Time Director of the Company designated as Executive Director, for a period of three years with effect from June 1, 2025, liable to retire by rotation, on the terms and conditions and remuneration including to pay remuneration in case of inadequate profits or no profits in any financial year, as are set out herein below:

- A) Salary: Rs. 3,00,000/- per month with an annual increment of 10% p.a.
- B) Perquisites:
 - a. Contribution to Provident Fund, Superannuation Fund and Annuity Fund to the extent these are either singly or put together are not taxable under the Income Tax Act, 1961.
 - b. Gratuity payable at a rate not exceeding half a month’s salary for each completed year of service.
 - c. Encashment of earned leave at the end of tenure subject to maximum of 10 months as per the rules of the Company.
 - d. Official business travel expenses including air tickets, hotel stay and food expenses etc. on actuarial basis.
- C) Amenities:
 - a) Company’s car for official purpose and all expenses for maintenance and running of the same including salary of the driver to be borne by the Company.
 - b) Phone, laptop, internet and other communication facilities.
 - c) All other facilities, as may be required to ensure that he will be able to discharge his duties smoothly.
- D) Other terms and conditions:
 - a. The Whole Time Director shall be entitled to exercise his powers and authorities, subject to the overall supervision and control by the Board of Directors of the Company within the limits prescribed under Companies Act, 2013 (“Act”).
 - b. The Whole Time Director shall, throughout the said term, devote the whole of his time, attention and abilities to the business of the Company, and shall obey the decisions, from time to time of the Board and in all respects conform to and comply with the directions and regulations made by the Board, and shall faithfully serve the Company and use his utmost endeavor to promote the interest thereof.

- c. The Whole Time Director shall not, during the term of his appointment and without the prior written consent of the Board, engage in or be interested, either directly or indirectly, in the business or affairs of any other person, firm, company, body corporate, or concern, or in any undertaking or business of a nature similar to or competing with the business of the Company. Furthermore, he shall not, in any manner whatsoever, whether directly or indirectly, use, apply, or utilize his knowledge or experience for the benefit of, or in the interest of, any such person, firm, company, body corporate, concern, or any such competing undertaking or business.
- d. The Whole Time Director shall not, during the continuance of his term or any time thereafter, divulge or disclose to any person, firm, company, body corporate or concern, whatsoever or make any use whatsoever for his own or for whatever purpose of any confidential information or knowledge obtained by him during his employment of the business or affairs of the company or of any trade secrets or secret processes of the company and the Whole Time Director shall during the continuation of his employment hereunder, also use his best endeavors to prevent any other person, firm, company, body corporate or concern from doing so.
- e. Any property of the Company, or relating to the business of the Company including memoranda, notes, records, reports, plans, or other documents which may be in the possession or under the control of the Whole-Time Director, or to which he has access at any time, shall, upon the termination of his employment, be delivered by the Whole-Time Director to the Company or as the Company may direct. The Whole-Time Director shall not be entitled to the copyright of any such document, which he hereby acknowledges to be vested in the Company or its assigns, and he agrees not to retain copies of any such documents.

FURTHER RESOLVED THAT in the event of loss or inadequacy of profits in any financial year during his tenure, the remuneration as aforesaid shall be deemed to be the minimum remuneration, in accordance with provisions of Section 197, 198 and other applicable provisions of the Act and rules made thereunder (including any statutory modification(s) or re-enactment thereof read with Schedule V to the Act and applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, if any.

FURTHER RESOLVED THAT the remuneration to Mr. Siddharth Joshi (DIN: 03326296) may be revised and altered in any manner as the Board may deem fit within the aforesaid limits during his tenure and no further consent of the shareholders be taken for such revision and alteration.

FURTHER RESOLVED THAT the Directors or the Company Secretary of the Company be and are hereby authorized to take such steps and do all other acts, deeds and thing as may be necessary or desirable to give effect to this resolution.”

5. To appoint Mr. Dhananjay Lakhanpal (DIN: 11120072) as an Independent Director

To consider and, if thought fit, to pass the following Resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualifications of Directors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), Mr. Dhananjay Lakhanpal (DIN: 11120072) who was appointed as an Additional Director (Non-Executive Independent) w.e.f. 01.06.2025, pursuant to the provisions of Section 161 of the Companies Act, 2013 and the Articles of Association of the Company, who holds office as such up to the date of ensuing Annual General Meeting and who has submitted a declaration that he meets the criteria for independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations and is eligible for appointment, and in respect of whom the Company has received a notice in writing in terms of Section 160(1) of the Act be and is hereby, appointed as an Independent Director of the Company not liable to retire by rotation, to hold office for a period of five years from the original date of appointment i.e. June 1, 2025 to May 31, 2030.”

6. To Ratify the remuneration to Cost Auditors

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 148 and other applicable provisions of the Companies Act, 2013, the Companies (Audit and Auditors) Rules, 2014 and the Companies (Cost Records and Audit) Rules, 2014 (including any statutory amendment(s), modification(s) or re-enactment(s) thereof), the remuneration payable to M/s. Balwinder & Associates, Cost Accountants (Firm Registration No.: 000201) appointed as the Cost Auditors of the Company, to conduct an audit of the cost records of the Company for the Financial Year ending on March 31, 2026, at Rs. 40,000/- (Rupees Forty Thousand Only) plus all applicable taxes and reimbursement of out-of-pocket expenses, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors of the Company and / or the Chief Financial Officer and / or the Company Secretary be and are hereby severally authorized to take all such steps, as may be necessary, proper or expedient, to give effect to this resolution and to do all such acts, deeds, matters and things as may be incidental thereto.”

7. To appoint Secretarial Auditors of the Company for a term of five (5) consecutive years

To consider and, if thought fit, to pass, the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), read with Rule 9 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and based on the recommendation of the Audit Committee and the approval of the Board of Directors of the Company, Ms Arshdeep Kaur Judge, a Peer Reviewed Practicing Company Secretary (Certificate of Practice No. 27198) is appointed as Secretarial Auditor of the Company for a term of five (5) consecutive years, commencing from financial year 1st April, 2025 till 31st March, 2030, to conduct Secretarial Audit of the Company and to furnish the Secretarial Audit Report.

RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof) be and are hereby authorized to fix the annual remuneration plus applicable taxes and out-of-pocket expenses payable to her during her tenure as the Secretarial Auditor of the Company, in consultation with the said Secretarial Auditor.

RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof), be and are hereby authorized to do all such acts, deeds, matters, and things as may be considered necessary, proper, and expedient to give effect to this Resolution.”

Regd. Office:

Village & P.O. Ghollu Majra, Tehsil Derabassi,

Distt. Mohali, Punjab 140506

Email: info@samratforgings.com

CIN: L28910PB1981PLC056444

Date: 30.07.2025

By order of the Board of Directors
For Samrat Forgings Limited

(Sandeep Kumar)
Company Secretary
FCS-9075

NOTES:

1. The relative Explanatory Statement pursuant to Section 102 of the Act, setting out material facts concerning the special business under Item No. 3 to 7 of the Notice, is annexed hereto. The relevant details, pursuant to Regulations 26(4) and 36(3) of the Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking appointment/re-appointment at this AGM are also annexed.
2. The Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 14/2020 dated 8th April 2020, No. 17/ 2020 dated 13th April, 2020, No. 20/2020 dated 5th May, 2020, 10/2022 dated 28th December, 2022, 09/2023 dated 25th September, 2023 and 09/2024 dated 19th September, 2024 ("collectively referred to as MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, SEBI/HO/CFD/CMD2/CIR/ P/2021/11 dated 15th January, 2021, SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, 2022 and SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated 5th January, 2023, SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167, dated 7th October, 2023 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated 3rd October, 2024 (collectively referred to as "SEBI Circulars"), permitted the companies for holding of the Annual General Meeting ("AGM") through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue.

In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and above referred MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/OAVM. The deemed venue for the meeting shall be registered office of the Company at Village & P.O. Ghollu Majra, Tehsil Derabassi, Distt. Mohali, Punjab - 140506.

The procedure for participating in the meeting through VC/ OAVM is explained at Note No. 21.
3. As this AGM is being held through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. The Route Map is also not required to be annexed to the Notice.
4. The facility for joining AGM through VC/OVAM will be available to all the Members, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, Scrutinizers etc. Members can login and join 30 (thirty) minutes prior to the schedule time of meeting and window for joining shall be kept open till the expiry of 30 (thirty) minutes after the scheduled time.
5. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
6. Institutional Investors / Corporate Shareholders (i.e. other than Individual / HUF / NRI etc) can appoint their authorised representatives pursuant to Sections 112 and 113 of the Act, as the case may be, to attend the AGM through VC / OAVM or to vote through remote e-Voting. They are requested to send a certified copy of the Board Resolution of authorization to the Scrutinizer by e-mail at kanwalcs@gmail.com with a copy marked to helpdesk.evoting@cdslindia.com.
7. In case of Joint Holders attending the AGM, only such Joint Holder whose name appears first in the order of names will be entitled to vote.
8. Only bona fide members of the Company, whose name appear first on the Register of Members, will be permitted to attend the meeting through VC/ OAVM. The Company

Samrat Forgings Limited

reserves its right to take all necessary steps as may be deemed necessary to restrict non-members from attending the meeting.

9. The Register of Directors and Key Managerial Personnel and their Shareholding, maintained under Section 170 of the Act and the Register of Contracts or Arrangements in which the Directors are interested maintained under Section 189 of the Act will be available for inspection by the Members in electronic mode during the AGM. Members who wish to inspect, may send their request through an email at sandeepsharma@samratforgings.com up to the date of AGM.
10. In line with the aforesaid MCA and SEBI circulars, the notice of the AGM along with the Annual Report 2024-25 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2024-25 has been uploaded on the Company's website www.samratforgings.com and may also be accessed from the relevant section of the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com. The AGM Notice is also available on the website of CDSL at www.evotingindia.com.
11. M/s Mas Services Ltd, having their office at T-34, 2nd Floor, Okhla Industrial Area, Phase II, New Delhi - 110 020, Tel. 011-26387281, 282, 283, Email: investor@masserv.com are the Company's Registrar and Share Transfer Agent ("RTA") for its Share Registry Work (Physical and Electronic).
12. The Register of Members and Share Transfer Books of the Company will remain closed from 25.08.2025 to 29.08.2025 (both days inclusive).
13. In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, securities of the listed companies can only be transferred in dematerialized form with effect from 1st April, 2019. In view of this and to eliminate all risks associated with physical shares, Members are advised to dematerialize shares held by them in physical form. Members can contact the Company's Registrar and Share Transfer Agents M/s Mas Services Ltd for assistance in this matter.
14. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificates to RTA to do the needful.
15. Members holding shares in dematerialized mode who have not registered / updated their email addresses are requested to register / update their email addresses with the relevant Depository Participants.

Members holding shares in physical mode may please note that the Securities and Exchange Board of India (SEBI) has mandated furnishing of PAN, KYC details (i.e. Postal Address with Pin Code, email address, mobile number, bank account details) and nomination details by all the shareholders who are holding their shares in physical form.

In view of the above, shareholders of the Company holding securities in physical form are requested to provide following documents/details to RTA:

- i. PAN;
- ii. Nomination in Form No.SH-13 or submit declaration to 'Opt-out' in Form ISR-3;
- iii. Contact details including Postal address with PIN code, Mobile Number, E-mail address;
- iv. Bank Account details including Bank name and branch, Bank account number, IFS code;
- v. Specimen signature (in Form ISR-2)

Any cancellation or change in nomination shall be provided in Form No.SH-14.

All of above required documents/details shall be provided to RTA at investor@masserv.com and send the documents to RTA. Relevant details and forms prescribed by SEBI in this regard are available on the website of the Company at <https://samratforgings.com/investors/downloads/>

The shareholders can also download the forms mentioned in SEBI circular from the website of RTA i.e. www.masserv.com

16. SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8, dated 25th January, 2022 has mandated the Listed Companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the Company's website at <https://samratforgings.com/investors/downloads/>. It may be noted that any service request can be processed only after the folio is KYC Compliant.

Further, SEBI, vide its circular dated 3rd November, 2021 (subsequently amended by circulars dated 14th December, 2021, 16th March, 2023 and 17th November, 2023) mandated that the security holders (holding securities in physical form), whose folio(s) do not have PAN or Choice of Nomination or Contact Details or Mobile Number or Bank Account Details or Specimen Signature updated, shall be eligible for any dividend payment in respect of such folios, only through electronic mode with effect from 1st April, 2024, only upon furnishing all the aforesaid details to the Company's Registrar and Share Transfer Agent. The relevant FAQs published by SEBI in this regard on its website can be viewed at https://www.sebi.gov.in/sebi_data/faqfiles/jan-2024/1704433843359.pdf

17. Pursuant to the provisions of Section 72 of the Companies Act, 2013, Members can avail of the facility of nomination in respect of shares held by them. Members desiring to avail of this facility may send their nomination in the prescribed Form SH-13 duly filled in. If a Member desires to cancel the earlier nomination and record a fresh nomination, he may submit the same in Form SH-14. The said forms can be downloaded from downloads link under Investors page at the Company's website at www.samratforgings.com. Members are requested to submit the said forms to their DP in case the shares are held in electronic form and to the RTA at investor@masserv.com in case the shares are held in physical form by quoting their Folio No.

18. Members holding shares in demat form are requested to:

- i. Intimate their latest bank account details viz. name and address of the branch of the bank with 9 digit MICR code of the branch & 11 digit IFSC code, type of account and account number, to the respective depository participant.
- ii. Intimate changes, if any, pertaining to their registered addresses, email address, telephone/mobile numbers, specimen signatures (duly attested by the bank), nomination, etc. to their respective depository participants.

19. Members desirous of obtaining any information concerning the accounts and operations of the Company or desirous of availing an opportunity to speak during the AGM, are requested to address their questions in writing to the Company Secretary of the Company by 22nd August, 2025.

Relevant documents referred to in the accompanying Notice shall be available for inspection by the Members through electronic mode on the basis of request being sent on sandeepsharma@samratforgings.com.

20. Appointment /Re-appointment of Director

Mr. Siddharth Joshi (DIN: 03326296) who was appointed as Additional Director w.e.f. June 1, 2025 is proposed to be regularized as Director in the forthcoming Annual General Meeting (AGM). Also, he is proposed to be appointed as Whole Time Director of the Company designated as Executive Director for a term of three years w.e.f. June 1, 2025.

Mr. Dhananjay Lakhanpal (11120072) who was appointed as an Additional Director (Non Executive Independent) w.e.f. June 1, 2025, is proposed to be regularized as an Independent Director of the Company in the forthcoming AGM for a term of five years.

Further, Mrs. Ritu Joshi (DIN: 01598873) shall retire by rotation at the forthcoming AGM and being eligible, offer herself for re-appointment.

Additional information, pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings issued by The Institute of Company Secretaries of India, in respect of Directors seeking appointment/re-appointment at this AGM, are annexed hereto and marked as Annexure A, forms part of the Notice.

21. Voting through Electronic means:

- I. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Regulation 44 of the Listing Regulations (as amended) and the MCA Circulars, the Company is providing facility of remote e-voting to its members to exercise their right to vote in respect to the business to be transacted at the AGM. For this purpose, the Company has availed the services from Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorised agency. The facility to cast the votes by the members using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
- II. The Members can join the AGM through VC mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in this Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
- III. Members will be provided the facility to vote through electronic voting system during the VC proceedings at the AGM and Members participating at the AGM, who could not cast their vote by remote e-Voting. They will be eligible to exercise their right to vote during the AGM. Members could have cast their vote on resolution(s) by remote e-Voting prior to the AGM will also be eligible to participate at the AGM through VC/OAVM but shall not be entitled to cast their vote on such resolution(s) again.
- IV. In view of the SEBI Circular dated December 9, 2020, individual shareholders holding shares in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email ID in their demat accounts in order to access e-voting facility.

Pursuant to the above said SEBI Circular, Login method for e-voting and joining the AGM through VC for individual shareholders holding shares in demat mode is given below:

THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.
- Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non- individual shareholders in demat mode.
- i. The voting period begins at **9.00 A.M. on Tuesday, 26th August, 2025 and ends at 5.00 P.M. on Thursday, 28th August, 2025**. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Friday, 22nd August, 2025 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

- iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of Shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit cdsi website www.cdslindia.com and click on login icon & My Easi New (Token) Tab.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at cdsi website www.cdslindia.com and click on login & My Easi New (Token) Tab and then click on registration option.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN Number from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>

Samrat Forgings Limited

<p>Individual Shareholders holding securities in demat mode with NSDL Depository</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>4) For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client ID, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at: 022 - 4886 7000 and 022 - 2499 7000

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non- individual shareholders in demat mode.

v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form:**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- vi) After entering these details appropriately, click on “SUBMIT” tab.
- vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password

Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- ix) Click on the EVSN for Samrat Forgings Ltd. **(250731009)** on which you choose to vote.
- x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- xv) If a demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi) There is also an optional provision to upload BR/ POA if any uploaded, which will be made available to scrutinizer for verification.
- xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively, Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz. sandeepsharma@samratforgings.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops/IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at sandeepsharma@samratforgings.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at sandeepsharma@samratforgings.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/ RTA email id.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)

Samrat Forgings Limited

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 21 09911.

GENERAL INSTRUCTIONS

- i. Mr. Kanwaljit Singh, Practicing Company Secretary (Certificate of Practice No. 5870) has been appointed as the Scrutinizer to scrutinize remote e-voting process before the AGM as well as remote e-voting during the meeting in a fair and transparent manner.
- ii. The Scrutinizer shall after the conclusion of voting at the AGM, unblock the votes cast and make, not later than 2 working days of conclusion of the meeting, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who will acknowledge the receipt of the same and declare the result of the voting forthwith.
- iii. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.samratforgings.com and on the website of CDSL www.evotingindia.com immediately after the results are declared. The Company shall simultaneously forward the results to BSE Limited ("BSE").
- iv. The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the company as on 22nd August, 2025.
- v. Subject to the receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the AGM i.e. 29th August, 2025.

Regd. Office:

Village & P.O. Ghollu Majra, Tehsil Derabassi,

Distt. Mohali, Punjab 140506

Email: info@samratforgings.com

CIN: L28910PB1981PLC056444

Date: 30.07.2025

By order of the Board of Directors

For Samrat Forgings Limited

(Sandeep Kumar)

Company Secretary

FCS-9075

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

ITEM NO. 3 & 4

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, appointed Mr. Siddharth Joshi (DIN: 03326296) as an Additional Director of the Company with effect from June 1, 2025, pursuant to Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company. He holds office up to the date of this Annual General Meeting.

Further, based on his qualifications, experience and recommendation of the Nomination and Remuneration Committee, the Board has also approved his appointment as Whole-Time Director of the Company designated as Executive Director for a period of three (3) years with effect from June 1, 2025, subject to the approval of the members of the Company.

A brief profile of Mr. Siddharth Joshi is provided in the Annexure to the Notice, in accordance with the provisions of the Secretarial Standard on General Meetings (SS-2) and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The terms and conditions of his appointment, including remuneration are stated in item no. 4 of the Notice.

Mr. Siddharth Joshi is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent for the appointment as Whole Time Director. The Company has also received a notice in writing under Section 160(1) of the Companies Act, 2013 from a member proposing his candidature for the office of Director.

The following additional information on Item No. 4 as per the requirement of Schedule V of the Companies Act, 2013 is given below:

I. General information:

1. Nature of Industry:

The Company comes under Forgings Industry and is in the business of manufacturing of closed die steel forgings and machined components.

2. Date or expected date of commencement of commercial production:

Not applicable as the Company is an existing Company and have already commenced the commercial production in the year 1985.

3. In case new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:

Not applicable

4. Financial performance based on given indicators – as per audited financial statements for the year ended 31st March, 2025:

(Amount in Lakhs)

Particulars	FY 2024-25	FY 2023-24	FY 2022-23
Turnover & Other Income	19168.24	16294.14	18167.31
Profit before tax	697.19	428.83	698.70
Profit after tax	509.89	297.41	488.62

5. Foreign investments or collaborations, if any:

The Company has not made any investment in foreign market and it has no foreign collaborations.

II. Information about the appointee

1. Background detail:

Mr. Siddharth Joshi is Chartered Accountant and Bachelor of Law by qualification and possesses over a decade of professional experience in legal practice and consultancy. He was earlier engaged with the Company as a consultant advisor in professional capacity on retainership basis on financial and legal matters and now contributing to the Company in a full-time capacity as a Whole Time Director.

2. Past remuneration:

Mr. Siddharth Joshi was engaged as a consultant advisor in professional capacity at retainership fee of Rs. 1,50,000/- per month, before his appointment as Director of the Company.

3. Recognition or awards:

Not applicable.

4. Job profile and his suitability:

Mr. Siddharth Joshi is associated with the company from the last four years as consultant advisor and well versed with financial and legal affairs of the Company. Considering his professional acumen and understating of business of the Company, he is very well suited to handle the responsibility of his designation/position and the responsibilities assigned to him by the Board of Directors of the Company.

5. Remuneration proposed:

As set out in proposed resolution No. 4 of the Notice.

6. Comparative remuneration profile with respect to industry, size of Company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin):

Considering the responsibility of a whole time director of the Company, his qualification and experience and level of remuneration prevailing in similar size companies in forging industry for such position, the remuneration proposed to be paid to him is considered reasonable and commensurate with Industry Standards.

7. Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any:

Except the remuneration and perquisites stated in the resolution and besides his relation with Mrs. Ritu Joshi and Mr. Rakesh M Kumar, Directors of the Company, he has no other pecuniary relationship with the Company.

III. Other information:

1. Reasons of loss or inadequate profits:

The Company has not suffered any losses as per the latest Audited Annual Financial Statements i.e. FY 2024-25. The company has been recording net profits over the past several years and has achieved landmarks in terms of its operational and Financial performance. However, the profit margins were less due to slowdown of market, high input costs, highly competitive market scenario in Forging Industry and it may remain inadequate particularly for the purpose of paying Managerial Remuneration according to section 197 of the Companies Act, 2013.

2. Steps taken or proposed to be taken for improvement:

The Indian automotive industry is expected to get growth momentum in 2025 despite the challenges such as high input costs, availability of required manpower etc. Tractor industry whereof the company has major supplies and new businesses coming from non-tractor segment, overseas customers like Railways and construction equipment manufacturers and focus on exports, it is expected that the company would be able to make its business grow and achieve better profits in coming years.

The Company is constantly looking forward to improve its productivity, sales and its profits by optimum utilization of resources and cost cutting with all possible means.

3. Expected increase in productivity and profits in measurable terms:

The Company is taking all necessary measures to deal with challenges posed before the Forging Industry. The key priorities of the Company are to closely monitor costs and optimize the use of financial resources. The company expects the growth in market in the current year and years to come. And with the strategic planning and management regarding capital expenditure and cost optimization, expansion in production capacity, the company is looking forward to increase its productivity and profitability.

The Board recommends the resolution at item no. 3 of the Notice for the approval of the members as an Ordinary Resolution and resolution at item no. 4 of the Notice for the approval of the members as Special Resolution.

None of the Directors or Key Managerial Personnel of the Company and their relatives, except Mr. Siddharth Joshi to whom the resolution relates and Mr. Ritu Joshi (DIN: 01598873) and Mr. Rakesh M Kumar (DIN: 00066497) being related to him, is concerned or interested, financially or otherwise, in these resolutions.

ITEM NO. 5

On the recommendation of Nomination & Remuneration Committee Mr. Dhananjay Lakhanpal (DIN: 11120072) was appointed as an Additional Director (Non-Executive Independent) of the Company by the Board with effect from June 1, 2025. In accordance to the provisions of section 161 of the Companies Act, 2013 ("the Act") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), he will hold office upto the date of the forthcoming Annual General Meeting of the Company. He is not disqualified from being appointed as Director in terms of Section 164 of the Act.

He is an Architect by profession and has rich experience of more than seventeen years in the field of Architecture and Designing. The Board, upon recommendation of the Nomination and Remuneration Committee, is of the view that Mr. Dhananjay Lakhanpal's varied experience will be very useful to the Company and, therefore, recommends his appointment as an Independent Director of the Company for a period of five years from the original date of appointment i.e. June 1, 2025, to the members in terms of Resolution set out in Item No. 5 of the Notice. The Company has received a declaration from Mr. Dhananjay Lakhanpal declaring that he meets the criteria of independence as provided under Section 146(9) of the Act and Regulation 16(1)(b) of the Listing Regulations and is eligible for appointment. Also, the Company has received a notice in writing in terms of Section 160(1) of the Act recommending him to be appointed as an Independent Director of the Company.

In the opinion of the Board, Mr. Dhananjay Lakhanpal fulfills the conditions required to be fulfilled for being appointed as an Independent Director of the Company as per the provisions of Act and Listing Regulations. Except for Mr. Dhananjay Lakhanpal being the appointee, none of the Directors or key managerial personnel of the Company or their relatives is/are, in any way concerned or interested in the proposed resolution as set out in Item No. 5 of this Notice.

The Directors recommend the Resolution set out at Item No. 5 of the Notice to be passed by the Members as a Special Resolution.

ITEM NO. 6

The Board of Directors of the Company, on recommendation of the Audit Committee, approved the appointment of M/s Balwinder & Associates, Cost Accountants (Firm Registration No. 000201) as the Cost Auditor of the Company to conduct audit of the cost records of the Company for the financial year 2025-26 on a remuneration of Rs. 40,000/- (Rupees Forty Thousand Only) plus applicable taxes and reimbursement of out of-pocket expenses.

In accordance with the provisions of Section 148 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors, has to be ratified by the members of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2026.

None of the Directors / Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.

The Board recommends the Ordinary Resolution set out at Item No. 6 of the Notice for approval by the Members.

ITEM NO. 7

SEBI vide its notification dated 12th December, 2024 amended Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (the Listing Regulations). The Amended regulation read with the SEBI circular no. SEBI/ HO/CFD/CFDPoD-2/CIR/P/2024/185 dated 31st December, 2024 (the Circular) have inter-alia prescribed the term of appointment/ re-appointment, eligibility, qualifications and disqualifications of Secretarial Auditor of a Listed Company.

As per the amended Regulation 24A of the Listing Regulations, the Company is required to undertake Secretarial Audit by a Secretarial Auditor who shall be a Peer Reviewed Company Secretary and annex a Secretarial Audit Report in such form as specified by SEBI, with the annual report of the Company.

In accordance with the above, upon recommendation of the Audit Committee, the Board of Directors at its meeting held on 30th July, 2025, approved and recommended to the Shareholders of the Company for their approval, the appointment of Ms Arshdeep Kaur Judge, Practicing Company Secretary (ICSI Membership No. : ACS - 33911 and CP No.: 27198), as Secretarial Auditor of the Company at the ensuing 44th Annual General Meeting (AGM) for a term of 5 (Five) consecutive years commencing from 1st April, 2025 to 31st March, 2030.

The Board of Directors also approved to avail or obtain from the Secretarial Auditor, such other services or certificates, reports, or opinions which the Secretarial Auditors may be eligible to provide or issue under the Applicable Laws.

Ms Arshdeep Kaur Judge has given her consent to act as Secretarial Auditors of the Company and confirmed that her aforesaid appointment (if made) would be within the prescribed limits under the Companies Act, 2013 ('the Act') & Rules made thereunder and the Listing Regulations. She has also confirmed that she is not disqualified to be appointed as Secretarial Auditor in terms of the provisions of the Act & Rules made thereunder and the Listing Regulations.

Samrat Forgings Limited

Brief profile of Ms Arshdeep Kaur Judge, Company Secretary is as under:

Ms Arshdeep Kaur Judge, Practicing Company Secretary (Certificate of Practice No. 27198) is an Associate Member of the Institute of Company Secretarial of India (ICSI) holding Membership No. 33911. She has rich experience of 12 years in practice and has proficiency in Secretarial Audit and other corporate law matters. She holds a valid Peer Review Certificate (5799/2024 valid upto 30.06.2026).

Other disclosures:

The Board, after taking into account the experience of Ms Arshdeep Kaur Judge was of the opinion that she is qualified to be appointed as the Secretarial Auditor of the Company in accordance with the Listing Regulations. The Board accordingly recommend her appointment as the Secretarial Auditor for the term, as set out in the proposed resolution, to the members of the Company.

It is further proposed that the remuneration of Rs. 70,000/- plus applicable taxes and reimbursement of out of pocket expenses incurred during the course of the audit to be paid to the Secretarial Auditor, for the Financial Year ending 31st March, 2026 and for subsequent year(s) of her term, such fee as determined by the Board, on recommendation of the Audit Committee.

None of the Directors, key managerial personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 7 of the Notice.

Basis the rationale provided above, the Board of Directors of the Company recommends the resolution set out at Item No. 7 for approval of the Members as an Ordinary Resolution.

Regd. Office:

Village & P.O. Gholli Majra, Tehsil Derabassi,

Distt. Mohali, Punjab 140506

Email: info@samratforgings.com

CIN: L28910PB1981PLC056444

Date: 30.07.2025

By order of the Board of Directors

For Samrat Forgings Limited

(Sandeep Kumar)

Company Secretary

FCS-9075

Samrat Forgings Limited

Annexure A

ADDITIONAL INFORMATION OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE 44th ANNUAL GENERAL MEETING [PURSUANT TO REGULATION 36(3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015] AND SECRETARIAL STANDARD ON GENERAL MEETINGS ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA:

Name of the Director	Mr. Siddharth Joshi	Mr. Dhananjay Lakhanpal	Mrs. Ritu Joshi
Director Identification Number (DIN)	03326296	11120072	01598873
Date of Birth	06.09.1990	30.08.1982	20.12.1964
Age (in years)	35	43	60
Nationality	Indian	Indian	Indian
Date of appointment	01.06.2025	01.06.2025	25.05.2011
Qualification	CA, LLB	B.Arch	M.A.
Experience (including expertise in specific functional area)	Extensive professional experience of over a decade in legal practice and consultancy.	Rich experience of more than seventeen years in the field of Architecture and Designing.	Mrs. Ritu Joshi is experienced in business management, business strategy, corporate affairs & planning.
Brief Resume	Mr. Siddharth Joshi is Chartered Accountant and Bachelor of Law by qualification and possesses over a decade of professional experience in legal practice and consultancy. He was earlier engaged with the Company as a consultant advisor in professional capacity on financial and legal matters and now contributing to the Company in a full-time capacity as Whole Time Director.	Mr. Dhananjay Lakhanpal is Bachelor of Architecture by qualification having experience of more than seventeen years in the field of Architecture and Designing. He is providing these professional services to various organizations based on their requirement in designing, spatial planning and sustainability initiatives and setting up their commercial projects.	Mrs. Ritu Joshi is post graduate by qualification and she is the non executive promoter director of the Company since 2011. During her business carrier of more than three decades she has held directorship in various companies and successfully directed them towards sustained growth. She has enriched experience of management, business strategy and managing the corporate affairs and business planning.
List of Directorship	Listed entities: Samrat Forgings Ltd Others: Jandwani Poly Products Pvt Ltd Devi Computronics Pvt Ltd	Listed entities: Samrat Forgings Ltd Others: Nil	Listed entities: Samrat Forgings Limited Others: Susoka Enterprises Pvt Ltd Samedha Enterprises Pvt Ltd Divyendu Enterprises Pvt Ltd Kanjam Enterprises Pvt Ltd Jitya Enterprises Pvt Ltd Devi Computronics Pvt Ltd
Committee Membership	Nil	Nil	Samrat Forgings Ltd: Stakeholders Relationship Committee (Chairperson) Nomination & Remuneration Committee (Member) Others: Nil
Listed entities from which the person has resigned in the past three years	Nil	Nil	Nil

Samrat Forgings Limited

Number of Board Meetings of Samrat Forgings Limited attended during FY 2024-25	N.A.	N.A.	8 out of 8
Shareholding in Samrat Forgings Limited	Nil	Nil	20 equity shares
Relationship with other Directors, Manager and Key Managerial Personnel	Son of Mrs. Ritu Joshi and Nephew of Mr. Rakesh M Kumar	Nil	Sister of Mr. Rakesh M Kumar and Mother of Mr. Siddharth Joshi
Terms and conditions of appointment or re-appointment	As set out at Resolution No. 4 of the Notice of 44 th AGM of the Company.	Independent Director not liable to retire by rotation	Non Executive Non Independent Director liable to retire by rotation
Remuneration last drawn (including Sitting fees, if any)	Retainership/Consultancy Fee of Rs. 18,00,000/- during FY 2024-25 (not in the capacity of director)	Nil	Sitting fee of Rs. 65,000/- for attending Board Meetings and Committee Meetings during FY 2024-25
Justification for choosing the appointees for appointment as Independent Director	N.A.	Mr. Dhananjay Lakhanpal has extensive experience in architecture and designing. Based upon his profile and other information available he would be beneficial to the Company to advise on design and development department, spatial planning and affiliated commercial projects.	N.A.

DIRECTORS' REPORT

Dear Members,

Your directors have pleasure in presenting the 44th Annual Report together with Audited Financial Statements of the Company for the financial year ended 31st March, 2025.

FINANCIAL RESULTS

The financial summary of the Company for the year under review is given below for your consideration:

Particulars	(Rs. in Lakhs)	
	Year ended 31.03.2025	Year ended 31.03.2024
Net Operating Revenue	19,107.43	16,202.83
Other Income	60.81	91.31
Profit before Finance Cost, Depreciation, Exceptional items and tax	1,803.22	1,393.21
Finance Cost	707.29	599.93
Depreciation	404.91	364.66
Profit before exceptional items & tax	691.02	428.62
Exceptional items	6.17	0.21
Profit before tax	697.19	428.83
Provision for current tax	66.92	0.00
Deferred tax	111.17	123.20
Income tax of previous year	9.21	8.22
Net profit after tax	509.89	297.41
Other Comprehensive Income (net of tax)	15.99	10.24
Total Comprehensive Income	525.88	307.65
Transfer to General Reserve	0.00	0.00

OPERATIONAL REVIEW

The company continues to keep its pace with upward growth by achieving the all-time high sales for FY 2024-25. Capacity enhancement project has started in full swing with completion of 66KV Sub station and foundation of 6000-ton press by Q4 of FY 2024-25. Company hopes to make the press fully operational by the end of September, 2025. Market sentiments are very bullish. However, pressure on working capital remains on the company with increase in sales and investment on capital expansion moving parallelly.

In the above backdrop, the Company achieved highest ever turnover of Rs. 191 Crores during the financial year ended 31st March, 2025 against turnover of Rs. 162 Crores during previous financial year 31st March, 2024. With continued focus on cost front, the Company has earned profit before tax of 6.97 crore against the previous year's profit before tax of 4.29 crore; profit after tax (before other comprehensive income) of Rs. 5.10 crore (previous year: Rs. 2.97 crore) translated into Earning Per Share of Rs. 10.20 (previous year: Rs. 5.95). Total comprehensive income (net of tax) for the year stood at Rs. 5.26 crore as against Rs. 3.08 crore of previous year.

No material changes and commitments which could affect your Company's financial position for FY 2024-25 have occurred between the end of the financial year of your Company and date of this report.

FUTURE PROSPECTS/ EXPANSION

Indian economy is getting stronger with each passing year with governments high investments in infrastructure, Railways and defense sectors. Company has entered into above market segments much in advance and now reaping the fruits with robust orders from its customers in these segments. Export orders too are continuing and with addition of new customers this year company foresee considerable growth in the coming financial year. With successful commissioning of 66KV sub station, which has resulted in uninterrupted power supply will too add to increase in productivity and energy saving. Company has taken major steps in sustainability by completely abolishing use of Furnace oil by switching to Induction Billet heaters for forging process and PNG for heat treatment process. Solar power plant of 650 KW too is under installation.

TRANSFER TO RESERVES

The Company has not transferred any amount to General Reserves.

CAPITAL STRUCTURE

There has been no change in the Capital Structure of the Company during the FY 2024-25.

The Company has not issued any bonus shares, Employee Stock Option Schemes, Shares with Differential rights etc. Further, there were no instances of buy back of shares during the year under review.

DIVIDEND

The Directors does not recommend any dividend for the year under review and rather prefer to conserve the resources and plough back the accrued profits into the Company.

The provisions of Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, regarding formulation of dividend distribution policy are not applicable to the Company.

ANNUAL RETURN

In terms of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company as on 31st March, 2025 is available on the website of the Company at the web link <https://samratforgings.com/wp-content/uploads/2025/07/Annual-Return-2024-25.pdf>

DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014, during the year under review.

DIRECTORS

I. Appointment/Cessation of Directors

During the financial year 2024-25, Mr. Ajay Arora (DIN: 00314161) Independent Director has resigned with effect from closure of business hours on August 21, 2024 due to his other professional commitments. The Board at its meeting held on August 27, 2024 recorded its deep appreciation for his valuable contribution to the Company during his tenure as an Independent Director of the Company.

The Board, on the recommendation of its Nomination & Remuneration Committee, had appointed Mrs. Amita Arora (DIN: 10752924) as an Additional Director (Non-Executive Independent) of the Company with effect from August 31, 2024. Her appointment was subsequently approved by the Members in the 43rd AGM held on 30th September, 2024 as an Independent Director for a term of five years with effect from August 31, 2024.

Tenure of the first term of five years of Ms Niveta Sharma (DIN: 08056816) as an Independent Director was completed on November 14, 2024 and based on the recommendation of the Nomination & Remuneration Committee and Board of Directors of the Company she was re-appointed as Independent Director for another term of five years with effect from November 15, 2024 by the Members in the 43rd AGM held on 30th September, 2024.

The Board, on the recommendation of its Nomination & Remuneration Committee, has appointed Mr. Siddharth Joshi (DIN: 03326296) as an Additional Director (Executive) and Mr. Dhananjay Lakhanpal (DIN: 11120072) as an Additional Director (Non Executive Independent) of the Company with effect from June 1, 2025. They hold office upto the date of the ensuing Annual General Meeting. The Company has received notice under Section 160 of the Companies Act, 2013 from a Member signifying intention to propose Mr. Siddharth Joshi to be appointed as Whole Time Director for a term of 3 years w.e.f. June 1, 2025 and Mr. Dhananjay Lakhanpal as an Independent Director for five years at the ensuing Annual General Meeting. The Directors recommends the appointment of Mr. Siddharth Joshi as Whole Time Director (designated as Executive Director) for a period of 3 years and appointment of Mr. Dhananjay Lakhanpal as an Independent Director for a term of five years, both effective from June 01, 2025, in the ensuing Annual General Meeting of the Company.

Further, in terms of section 152 of the Companies Act, 2013, Mrs. Ritu Joshi (DIN: 01598873), Director is liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offers herself for re-appointment.

The details of the directors being recommended for appointment/re-appointment are contained in the Notice convening the ensuing 44th Annual General Meeting of the Company.

II. Declaration by Independent Directors

All Independent Directors have given declaration to the Company that they meet the criteria of 'independence' set out in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and the Companies Act, 2013. The Board is of the opinion that the Independent Directors of the Company hold high standards of integrity and possess requisite expertise and experience required to fulfill their duties as Independent Directors.

III. Meetings of the Board

Eight Board meetings of the Company were held during the financial year 2024-25 on following dates:

I. 17.04.2024, II. 29.05.2024, III. 14.08.2024, IV. 27.08.2024, V. 10.10.2024, VI. 14.11.2024, VII. 28.01.2025 and VIII. 13.02.2025.

The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013. Attendance detail in board meetings is provided in the Corporate Governance Report forms a part of this report.

One meeting of Independent Directors was held on 29.03.2025 during the year under review which was attended by all three Independent Directors of the Company i.e. Mrs. Amita Arora, Mr. Satish Sharma and Ms. Niveta Sharma.

IV. Board Evaluation

Pursuant to the applicable provisions of the Companies Act, 2013 and the Listing Regulations, the Board, in consultation with its Nomination & Remuneration Committee, has put in place a framework containing, inter-alia, the criteria for performance evaluation of the entire Board of the Company, its Committees and Individual Directors, including Independent Directors. Accordingly, following is the criteria for evaluation: -

- a. Criteria for evaluation of the Board of Directors as a whole:**
 - i. Frequency of Meetings
 - ii. Quantum of Agenda
 - iii. Administration of Meetings
 - iv. Flow and quantity of Information from the Management to the Board
 - v. Number of Committees and their role
 - vi. Overall performance of the Company
- b. Criteria for evaluation of the Board Committees**
 - i. Frequency of Meetings
 - ii. Quantum of Agenda
 - iii. Administration of Meetings
 - iv. Flow and quantity of Information from the Management to the Committee
 - v. Role of Committees.
 - vi. Contribution to the decision making process of the Board.
- c. Criteria for evaluation of the Individual Directors including Independent Directors;**
 - i. Experience and ability to contribute to the decision making process
 - ii. Problem solving approach and guidance to the Management
 - iii. Attendance and Participation in the Meetings
 - iv. Personal competencies and contribution to strategy formulation
 - v. Contribution towards statutory compliances, monitoring of controls and Corporate Governance
 - vi. The evaluation of independent directors shall be done by the entire board of directors which shall include –
 - a. Performance of the directors; and
 - b. fulfillment of the independence criteria as specified in these regulations and their independence from the management:

According to the above criteria, the Board has carried out the annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. A structured questionnaire was prepared based on the above said parameters and after taking into consideration inputs received from the Directors, covering various aspects of the Boards functioning such as adequacy of the composition of the Board and its committees, Board culture, execution and performance of specific duties, obligations and governance etc.

A separate exercise was carried out to evaluate the performance of individual directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its stakeholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who have also reviewed the performance of the Company Secretary.

The Independent Directors had met separately on 29.03.2025 without the presence of Non-Independent Directors and the members of management and discussed, inter-alia, the performance of non-Independent Directors and Board as a whole and the performance of the Chairman of the Board after taking into consideration the views of Executive and Non-Executive Directors of the Company.

The Directors express their satisfaction over the evaluation process.

V. Nomination and Remuneration Policy

On recommendations of the Nomination and Remuneration Committee, the Board has adopted a policy for selection and appointment of Directors, KMP and Senior Management and their remuneration titled as Remuneration Policy. The extract/salient features of the Remuneration Policy of the Company are attached as **Annexure 1** to this report and forms part of this report of the Board of Directors. The detailed policy is available on the website of the company and can be accessed at weblink www.samratforgings.com/wp-content/uploads/2022/08/Remuneration-Policy.pdf

VI. Familiarization Programme for Independent Directors

In terms of Regulation 25(7) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has imparted the familiarization programme for Independent Directors detail whereof is available on the website of the Company at the web link <https://samratforgings.com/wp-content/uploads/2025/04/Familiarisation-programmes-conducted-in-F.Y.-2024-25.pdf>

VII. Statement regarding opinion of the Board with regard to integrity, expertise and experience (Including the proficiency) of the Independent Directors appointed during the year

Mrs. Amita Arora (DIN: 10752924) was appointed as Independent Director during the year under review. She has vast experience in legal field and in the opinion of the Board, she holds high standard of integrity and possess requisite expertise and experience required to fulfill her duties as Independent Director.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) and 134(5) of the Companies Act, 2013, the directors to the best of their knowledge and belief, confirm that:

- (i) in the preparation of the annual accounts for the year ended 31st March, 2025, the applicable accounting standards have been followed and there are no material departures from the same;
- (ii) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2025 and of the profit of the Company for the year ended on that date;
- (iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis;
- (v) adequate internal financial controls to be followed by the Company have been laid down and such internal financial controls were operating effectively during the Financial Year ended 31st March, 2025;
- (vi) proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively throughout the Financial Year ended 31st March, 2025.

COMMITTEES OF THE BOARD

The Board has the following committees:

- i. Audit Committee
- ii. Nomination and Remuneration Committee
- iii. Stakeholders Relationship Committee

All the recommendations made by the Committees, including the Audit Committee were accepted by the Board. The details of composition, powers and duties, meetings and attendance therein are provided in the Corporate Governance Report which forms a part of this Report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company has no Subsidiary, Joint Venture or Associate Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Your Company has not given any loans or guarantees and it has also not made any investments covered under the provisions of Section 186 of the Companies Act, 2013.

CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the company during the year under review.

STATUTORY AUDITORS & AUDITORS' REPORT

M/s Rajesh Aggarwal & Associates, Chartered Accountants (ICAI Firm Registration Number 009831N) were appointed as Statutory Auditors of the company in 41st Annual General Meeting (AGM) of the company held on 30th September, 2022 for a term of five years i.e. till the conclusion of 46th AGM of the Company to be held in the year 2027. However, they tendered their resignation

and expressed their inability to act as the Statutory auditors of the Company with effect from closing business hours of August 14, 2024.

To fill up this casual vacancy, the Board in its meeting held on August 14, 2024 approved the appointment of M/s Rattan Kaur & Associates, Chartered Accountants (Firm Registration No.: 022513N) as the Statutory Auditors of the Company till the conclusion of last Annual General Meeting. Subsequently, based on the recommendation of the Audit Committee and Board of Directors of the Company, the appointment of M/s Rattan Kaur & Associates was approved by the members of the Company as Statutory Auditors in casual vacancy and further for a term of five years from the conclusion of the 43rd AGM held on 30th September, 2024.

The Audit Report given by the Statutory Auditors on the financial statements of the Company for the financial year 2024-25 forms part of the Annual Report. There has been no qualification, reservation or adverse remark or disclaimer given by the Auditors in their report.

During the year under review, there were no frauds reported by the auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013.

SECRETARIAL AUDITORS AND THEIR REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the company had appointed Ms Arshdeep Kaur Judge, Company Secretary in Practice (C.P. No. 27198) as Secretarial Auditor to undertake the Secretarial Audit of the Company for Financial Year 2024-25. The Secretarial Audit Report received from the said auditor is annexed to this report as **Annexure- 2**. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

COST AUDITORS AND THEIR REPORT

The Company is maintaining cost records according to the provisions of Section 148(1) of the Companies Act, 2013. The Cost Auditor will submit their report by the due date.

The Board of Directors on recommendation of the Audit Committee, reappointed M/s Balwinder & Associates, Cost Accountants (Firm Registration Number 000201), as Cost Auditors of the Company for the Financial Year 2025-26 under Section 148 of the Companies Act, 2013. M/s Balwinder & Associates have confirmed that their appointment is within the limits of Section 141(3)(g) of the Companies Act, 2013 and have also certified that they are free from any disqualifications specified under sub section (3) of Section 141 read with sub section (5) of Section 148 of The Companies Act 2013.

The Audit Committee has also received a Certificate from the Cost Auditors certifying their independence and arm's length relationship with the Company.

As per the provisions of the Companies Act, 2013, the remuneration payable to the Cost Auditor is required to be placed before the Members in a General Meeting for their ratification. Accordingly, a Resolution seeking Members' ratification for the remuneration payable to M/s Balwinder & Associates, Cost Auditors is included in the Notice convening the 44th Annual General Meeting.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year 2024-25 were in the ordinary course of business on arm's length basis. There were no material transactions made by the company during the year that would have required members' approval.

A statement giving details of all related party transactions is placed before the Audit Committee or quarterly basis. Prior omnibus approval of the Audit Committee is obtained for the transactions which are repetitive in nature.

The Company has adopted a policy to deal with Related Party Transactions as approved by the Board of Directors and the same is available on its website at www.samratforgings.com/wp-content/uploads/2022/08/Policy-on-Related-Party-Transactions.pdf

In accordance with Section 134(h) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014, Form AOC-2 is enclosed at **Annexure 3** to this Report. The detail of the related party transactions as per IND-AS, are set out in Note 39 to the Financial Statements.

CODE OF CONDUCT

The company has framed and adopted a Code of Conduct (the Code) which is applicable to the Members of the Board and members of the senior management of the company. It lays down the standard procedure of business conduct which is expected to be followed by the Directors and members of the senior management in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in compliance of applicable laws. The code has been posted on the website of the Company i.e. www.samratforgings.com.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code during the financial year ended 31st March, 2025.

DISCLOSURE OF ACCOUNTING TREATMENT

The Company has followed prescribed Indian Accounting Standards (Ind AS) in preparation of its financial statements for the financial year under review.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has a vigil mechanism through Whistle Blower Policy to deal with instance of fraud and mismanagement, if any. The details of the policy are explained in the Corporate Governance Report forms a part of this report.

The Whistle Blower Policy to provide Vigil Mechanism for Directors and Employees is available on the website of the company at the web link <https://samratforgings.com/wp-content/uploads/2025/06/Whistle-Blower-Policy-and-Vigil-Mechanism.pdf>

INTERNAL FINANCIAL CONTROL SYSTEMS

The Company has laid down adequate internal financial controls. The details in respect of internal financial control and their adequacy are included in the Management Discussion and Analysis, which forms a part of this report.

PREVENTION OF SEXUAL HARASSMENT POLICY

The Company has adopted and put in place anti sexual harassment policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules there under. The Policy aims to provide protection to women at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment. The Company has constituted an Internal Complaints Committee to enquire into and redress complaints received, if any, regarding sexual harassment. During the financial year 2024-25:

Number of complaints received: 0

Number of complaints disposed off: Not applicable

Number of complaints pending for more than 90 days: Not applicable

COMPLIANCE WITH MATERNITY BENEFIT ACT, 1961

The Company has complied with the applicable provisions of the Maternity Benefit Act, 1961. All eligible women employees have been extended the benefits as prescribed under the Act. The Company remains committed to supporting working mothers and promoting a gender inclusive workplace.

INDUSTRIAL RELATIONS

Your Company is continuously maintaining healthy, cordial and harmonious industrial relations at all levels. Industrial relations and work atmosphere remained cordial throughout the financial year under review.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

No material changes have occurred or commitments made after 31st March, 2025, which may affect the financial position of the Company or require disclosure.

CORPORATE SOCIAL RESPONSIBILITY

During the year under review, the provisions relating to Corporate Social Responsibility (CSR) were not applicable to the Company, as it did not meet the financial thresholds prescribed under Section 135(1) of the Companies Act, 2013.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS OR TRIBUNALS

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

THE INSOLVENCY AND BANKRUPTCY CODE, 2016

There was neither any application made nor any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the period under review.

THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

During the year under review, the Company has not made one-time settlement therefore, the same is not applicable.

RISK MANAGEMENT

Risk Management is an important part of business in today's economic environment and an ongoing process within the Company. The main aim of risk management is to identify, monitor and take precautionary measures in respect of the events that may pose risks to the business. Your company is always endeavored to identify and take appropriate and timely action to mitigate all type of risks involved in business of the company and in this regard a policy on risk management has been adopted by the Company. At present the company has not identified any element of risk which may threaten the existence of the company. As the company is not in the top 1000 listed entities, based on the market capitalization as at the end of the preceding financial year and also not a high value debt listed entity, therefore, the provisions of listing regulations to constitute Risk Management Committee are not applicable to the company.

SAFETY, HEALTH AND ENVIRONMENT

The Company continues to demonstrate strong commitment to safety, health and environment which have been adopted as core organizational values. The Company ensures safety and audits its facilities in accordance with statutory and regulatory requirements and the Directors review these areas periodically. Employees are continuously made aware of hazards / risks associated with their job and their knowledge and skills are updated through requisite training to meet any emergency. The Company encourages involvement of all its employees in activities related to safety, including promotion of safety standards. There were no major accidents in the plants during the year. Stringent quality control for all products and raw materials has been incorporated and the Company has well equipped laboratory to ensure quality control.

The Company has accredited with IATF 16949:2016 Certification from TUV SUD. Regular audits are conducted under this Certification.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report for the year under review, as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which covers the state of the Company's affairs is annexed herewith and forms part of this report.

CORPORATE GOVERNANCE

A report on corporate governance together with the Certificate from Ms Arshdeep Kaur Judge, Practicing Company Secretary, confirming compliance of corporate governance norms as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed herewith and forms a part of this report.

SECRETARIAL STANDARDS

During the year under review, the Company has complied with applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

CODE FOR PREVENTION OF INSIDER TRADING

In compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 ('PIT Regulations'), the Company has formulated the Code of Conduct for Prevention of Insider Trading ("Code") to regulate and monitor trading by Designated Persons (DPs) and their immediate relatives. The Code, inter alia, lays down the procedures to be followed by DPs while trading/ dealing in Company shares and while sharing Unpublished Price Sensitive Information (UPSI). The Code includes the Company's obligation to maintain the digital database, mechanism for prevention of insider trading and handling of UPSI, process to familiarise with the sensitivity of UPSI, transactions which are prohibited and manner in which permitted transactions in the securities of the Company shall be carried out.

TRANSFER OF UNPAID AND UNCLAIMED DIVIDEND AMOUNTS AND SHARES TO INVESTOR EDUCATION AND PROTECTION FUND

During the year no dividend or shares were due to be transferred to Investor Education and Protection Fund.

LISTING OF SHARES

The shares of the Company are listed on BSE Limited. The Annual Listing fee for the FY 2025-26, has been duly paid to the stock exchange.

KEY MANAGERIAL PERSONNEL (KMP)

In terms of the applicable provisions of the Companies Act, 2013, Mr. Rakesh M. Kumar, Managing Director, Mr. Sandeep Kumar, Company Secretary and Mr. A.P.S. Grover, Chief Financial Officer of the Company are the Key Managerial Personnel (KMP) of the Company as on 31st March, 2025. There has been no change in the KMP's of the Company during the year under review.

PARTICULARS OF EMPLOYEES

The detail pertaining to remuneration and other details as required under section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the financial year 2023-24 is annexed as **Annexure- 4** and forms a part of this report. In terms of first proviso to Section 136 of the Companies Act, 2013, this report and the financial statements are being sent to the Members and others entitled thereto, excluding the information on employees' particulars as required pursuant to provisions of Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. The said information is available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company upto the date of the ensuing AGM. If any Member wishes to obtain a copy thereof, such Member may write to the Company Secretary at sandeepsharma@samratforgings.com.

SUSTAINABILITY INITIATIVE AND BUSINESS RESPONSIBILITY REPORT

Your Company is conscious of its responsibility towards preservation of natural resources and takes various initiatives to reduce the consumption of electricity and water. The provisions of Regulation 34(2)(f) of the Listing Regulations regarding Business Responsibility Report are not applicable to the company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Companies Act, 2013 are provided in **Annexure- 5** to this Report.

ACKNOWLEDGEMENT

Your Directors place on record their heartfelt appreciation to the stakeholders, bankers, financial institutions, government agencies for their co-operation and support to the Company and looking forward to their continued support for the future plans of the Company.

We extend our gratitude to our business associates and suppliers for their collaboration with the Company. Also, we wish to acknowledge the diligent service of the workers and employees at all levels. Last but not least, we express our sincere thanks to our valued shareholders for their unwavering support and the trust they have placed in the Company.

For and on behalf of the Board

Place: Derabassi
Dated: 30.07.2025

Rakesh M. Kumar
Managing Director
(DIN: 00066497)

Ritu Joshi
Director
(DIN: 01598873)

MANAGEMENT DISCUSSION AND ANALYSIS

Your directors have pleasure in presenting the management discussion and analysis report for the year ended on March 31, 2025.

INDUSTRY STRUCTURE AND DEVELOPMENT

India, the world's fourth-largest economy, has emerged as the fastest-growing major economy and is on track to become the world's third-largest economy. World has started to look upon India as a major strategic business alliance which is now resulting in robust business opportunities for Indian Companies. Ongoing conflicts between Russia & Ukraine, Israel & Iran and USA tariff threats to China etc. has majorly tilted the scale in favor of India for the World. Government initiatives such as Make in India, production-linked incentive schemes are expected to boost manufacturing and accelerate economic growth.

The domestic Industry posted a solid growth in FY 2024-25 and company has achieved its highest ever Sales and profit revenue.

OPPORTUNITIES AND THREATS

Stable government at the center, its Industry positive policies specially for farming community and its Make in India thrust offer great opportunity for business growth. Indian industry has made its mark in international market as dependable, quality conscious and cost-effective supplier. With isolation of China & Russia, India has emerged to be a force to reckon with thus offering growth opportunity.

With the installation of 66KV grid station, sustainability initiatives and further capacity enhancement steps this year, the Company has started to value add more by saving energy cost. The company has increased its presence in export market by achieving all time high export revenue in FY 2024-25.

The Company continues to explore new business opportunities in niche segments with special focus on exports. Necessary initiatives and steps towards value engineering, cost reductions, products up gradation continue to be the main focus for the Company this year too. The reduction and stability in prices of steel is also an added advantage.

However, inadequate availability of manpower remains the major concern for the company.

SEGMENT WISE OR PRODUCT WISE PERFORMANCE

The Company operates in single segment i.e. manufacturing of closed die steel forgings and machined components and all its operational performance reported in the financial statements and other reports forming part of the Annual Report are from this single segment only. The Company manufactures and supply wide range of components to its customers in automotive and non-automotive industries; thus, the evaluation of product wide performance is much complicated and not feasible to be reported and the performance of the company can be recognized as a whole as there is no separate segment for reporting.

OUTLOOK

World order has changed greatly with Russian-Ukraine continuing war, Israel-Iran conflict, USA tariff threat to China with scale tilting majorly in favor of India as a strategic business partner for the world. The Indian industry is expected to make the best use of this opportunity and sustain its growth momentum in the current FY 2025-26 also.

Despite the challenges such as manpower, rising input costs etc. Tractor industry where of your company has major supplies and new businesses coming from non-tractor segments, overseas customers like Railways and construction equipment manufacturers and focus on exports, it is expected that the Company would be able to make its business grow in coming years.

The company is also in process of adding major OEM customer after its successful installation of 6000 ton forging press. This will be a major growth step towards high revenue in the coming years. Company is also planning further expansion in forging and machining capacity in anticipation of high-volume business growth from its new customers.

RISKS AND CONCERNS

Commodity risks, characterized by fluctuations in demand and supply, and price movements pose significant risk in manufacturing industries. In the Forging industry, Alloy steel, being the primary raw material for manufacturing is susceptible to risks arising from fluctuations in global steel price movement. The impact of such risks creates challenges in maintaining competitive advantage in price and strained working capital requirements of the company.

Further, risk due to war between countries like Russia and Ukraine, Israel and Iran pose logistical issues with rising freight costs thus impacting cost competitiveness.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

All departments of the Company are adequately staffed with professionally qualified and experienced personnel. There are established internal control systems and procedures in place commensurate to the size and nature of business of the Company, which ensure efficient use and protection of business resources and compliance with the policies, procedures and statutes. The financial information is compiled periodically and reviewed by the management time to time. The reporting and monitoring system is elaborate and the same is reviewed by the management on regular basis. The internal control is supplemented by programs of internal audits, review by the management and documented policies, guidelines and procedures. The focus of these reviews is to identify the weaknesses and the areas of improvement, compliance with defined policies and processes, safeguarding the tangible and intangible assets and compliance with applicable statutes.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Continuing with positive momentum of previous financial year, the company started FY 2024-25 with robust sales. Continuing its upward trend Company achieved its highest ever sales figures in FY 2024-25.

In the above backdrop, the Company achieved highest ever turnover of Rs. 191 Crores during the financial year ended 31st March, 2025 against turnover of Rs. 162 during previous financial year 31st March, 2024. With continued focus on cost front, the Company has earned profit before tax of 6.97 crore against the previous year's profit before tax of 4.29 crore; profit after tax (before other comprehensive income) of Rs. 5.10 crore (previous year: Rs. 2.97 crore) translated into Earning Per Share of Rs. 10.20 (previous year: Rs. 5.95). Total comprehensive income (net of tax) for the year stood at Rs. 5.26 crore as against Rs. 3.08 crore of previous year.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

The Company believes that its human assets are the most valuable assets, which convert planning into execution and generate results. Hence, the Company always endeavor and attentive on having qualified and talented employees in all divisions. The management always keeps its focus to evaluate the performance of all employees and necessary steps are taken to strengthen the areas that need improvements. More experienced technical manpower is being taken at the senior level to streamline the whole business process and adequate facilities and opportunities are also being provided to the technical and professional staff to update themselves with the latest technologies and different other activities. The company continued to maintain good relationship with workers and staff during the last year.

As on March 31, 2025 the company had 818 permanent workers & employees.

KEY FINANCIAL RATIOS

Particulars	Financial Year 2024-25	Financial Year 2023-24	Change as compared to previous Financial Year	Reason for changes of 25% or more
Debtors Turnover Ratio	8.47	7.29	16.28%	NA
Inventory Turnover Ratio	2.91	2.86	1.89%	NA
Interest Coverage Ratio	1.99	1.71	16.37%	NA
Current Ratio	1.12	1.18	-4.88%	NA
Debt Equity Ratio	2.35	2.41	-2.50%	NA
Operating Profit Margin%	11.57	9.79	18.18%	NA
Net Profit Margin%	2.67	1.84	45.38	Due to increase in profit after tax

RETURN ON NET WORTH

Return on net worth for FY 2024-25 (13.84%) has increased in comparison of previous FY 2023-24 (9.42%) by 46.96% due to increase in profit after tax.

CAUTIONARY STATEMENT

This report may contain statements particularly which relate to Management Discussion and Analysis describing Company's objectives, projections, estimates and expectations etc., which the Company believes are or may be considered to be "forward looking statements" within the meaning of applicable laws and regulations. The actual results might differ materially from those expressed or implied. The Company assumes no responsibility in respect of forward looking statements which may be amended or modified in the future on the basis of subsequent developments, information or events.

For and on behalf of the Board

Regd. Office:

Village & P.O. Gholu Majra, Tehsil Derabassi,

Distt. Mohali, Punjab - 140506

Email: info@samratforgings.com

CIN: L28910PB1981PLC056444

Date: 30.07.2025

Place: Derabassi

Rakesh M Kumar

Managing Director

DIN: 00066497)

Ritu Joshi

Director

(DIN: 01598873)

CORPORATE GOVERNANCE REPORT

I. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance is the combination of voluntary practice and compliance with laws and regulations leading to effective control and management of the Company. The Company believes that good corporate governance contemplates that corporate actions balance the interest of all stakeholders and satisfy the tests of accountability, transparency and fair play. The Company believes that all its operations and actions must be directed towards overall shareholders' value.

The best Corporate Governance practices has been adopted by Samrat Forgings Limited to protect the interest of its stakeholders, customers and employees and the same is being continuously reviewed to ensure that they adhere to the latest corporate developments and conform to the best Corporate Governance ethics.

II. BOARD OF DIRECTORS

(a) Composition of the Board

The composition of the Board of Directors confirms to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). As at the closure of the financial year, the Company had total six Directors out of which one was executive director (Managing Director), two were Non-Executive Non-Independent Directors and three were Independent Director (half of the total number of directors). There were four women directors on the Board. The Company has appointed two more directors, one executive director (whole time director) and one Non-Executive Independent Director w.e.f. June 1, 2025 making the total strength of the Board as eight directors. The chairperson of the Board is an executive promoter director and designated as Managing Director of the Company. All Directors possess variety of skills and professional expertise to ensure effectiveness of the Board facilitating efficient discharge of duties and adding value in the overall growth of the Company.

All independent Directors were appointed in accordance with the Companies Act, 2013 and Listing Regulations and they have declared to the Company that they meet the criteria of 'independence' set out in the Listing Regulations and the Companies Act, 2013. The Board of Directors, based on the declarations received from the Independent Directors, has verified the veracity of such disclosures and confirms that the Independent Directors fulfill the conditions specified in Listing Regulations and are independent of the management of the Company.

None of the Directors of the Company is:

- (i) a director in more than ten public limited Companies
- (ii) an independent director in more than seven listed companies or three listed companies (in case he/she serves as a whole time director in any listed company)
- (iii) is a Member of more than ten Committees or Chairman of more than five Committees across all Indian public limited Companies in which he/she is a Director.

(b) Board Meetings

Eight Board meetings of the Company were held during the financial year 2024-25 on following dates:

I. 17.04.2024, II. 29.05.2024, III. 14.08.2024, IV. 27.08.2024, V. 10.10.2024, VI. 14.11.2024, VII. 28.01.2025 and VIII. 13.02.2025.

The meetings of the Board have been held on regular intervals and the gap between two meetings did not exceed one hundred and twenty days. Different corporate operations were elaborately reviewed in the Board Meetings in context of business plans of the Company.

Board procedure and information placed before the Board

The Board meets at regular intervals and a detailed Agenda is sent to all Directors prior to Board and Committee Meetings. The items in the Agenda are backed by comprehensive background information to facilitate meaningful discussions and to enable the Board to take efficient decisions. The Board of the Company is presented with all relevant information on various vital matters affecting the working of the company in addition to the matters set out in the Listing Regulations. The Board also inter alia reviews strategy and business plans, annual operating and capital expenditure budgets, compliance reports of laws applicable to the Company, adoption of quarterly/half-yearly/ annual results, significant labour issues, if any and Minutes of Meetings of the Audit and other Committees of the Board. Details of the familiarization programme to the independent directors are available on the website of the Company www.samratforgings.com.

(c) Attendance and other Directorships

The details of attendance of the Directors at the Board Meetings during the financial year 2024-25 and the last Annual General Meeting held on 30th September, 2024 and also the number of other Directorship and Committee Membership / Chairmanship as on 31st March 2025 is as follows:

Name of the Director	Category	Board Meetings during FY 2024-25		Attendance at last AGM	No. of Directorships in other Public Companies*	No. of Committee position held in public Companies**	
		Meetings held	Meetings attended			Chairperson	Member
Mr. Rakesh Mohan Kumar (DIN: 00066497) Managing Director	Executive	8	8	Yes	Nil	Nil	2
Mrs. Bindu Chowdhary (DIN: 01154263)	Non-Executive Non-Independent	8	8	Yes	Nil	Nil	1
Mrs. Ritu Joshi (DIN: 01598873)	Non-Executive Non-Independent	8	8	Yes	Nil	1	1
Mr. Ajay Arora (DIN: 00314161) (Resigned w.e.f. 21.08.2024)	Independent (Non-Executive)	8	3	N.A.	Nil	Nil	Nil
Ms. Niveta Sharma (DIN: 08056816)	Independent (Non-Executive)	8	8	Yes	6	1	3
Mr. Satish Sharma (DIN: 09654654)	Independent (Non- Executive)	8	7	Yes	Nil	Nil	1
Mrs. Amita Arora (DIN: 10752924) (Appointed w.e.f. 31.08.2024)	Independent (Non- Executive)	8	4	Yes	Nil	Nil	Nil

* Excludes Directorships in Private, Foreign Companies and companies registered under Section 25 of the Companies Act, 1956 or Section 8 of the Companies Act, 2013.

** Only Audit Committee and Stakeholders Relationship Committee of Indian Public Companies have been considered for Committee positions.

No extra ordinary general meeting has been held during the financial year 2024-25.

Samrat Forgings Limited

(d) Detail of Directors holding Directorship in listed entities and the category of their directorship:

Name of the Director	Name of the Listed Entity where Directorship is held	Category of Directorship
Mr. Rakesh Mohan Kumar	Samrat Forgings Limited	Executive (Managing Director)
Mrs. Bindu Chowdhary	Samrat Forgings Limited	Non-Executive Non Independent Director
Mrs. Ritu Joshi	Samrat Forgings Limited	Non-Executive Non Independent Director
Mr. Ajay Kumar Arora*	Samrat Forgings Limited	Non-Executive Independent Director
Mr. Satish Chander Sharma	Samrat Forgings Limited	Non-Executive Independent Director
Ms Niveta Sharma	Samrat Forgings Limited	Non-Executive Independent Director
Mrs. Amita Arora **	Samrat Forgings Limited	Non-Executive Independent Director
Mr. Siddharth Joshi^	Samrat Forgings Limited	Executive (Whole Time Director)
Mr. Dhananjay Lakhnpal^	Samrat Forgings Limited	Non-Executive Independent Director

*Resigned w.e.f. closure of business hours on August 21, 2024

**Appointed w.e.f. August 31, 2024

^Appointed w.e.f. June 1, 2025

(e) Disclosure of relationship between directors inter se

No Director is related to any other Director on the Board in terms of the definition of “relative” given under the Companies Act, 2023, except Mr. Rakesh M. Kumar and Mrs. Ritu Joshi as siblings and Mr. Siddharth Joshi, son of Mrs. Ritu Joshi and nephew of Mr. Rakesh M Kumar.

(f) Details of equity shares & convertible instruments held by non-executive directors of the company as on March 31, 2025 are given below:

Name of Director	No. of Shares held	% of total shares
Mrs. Bindu Chowdhary	20	0.00
Mrs. Ritu Joshi	20	0.00

There has been no change in the aforesaid shareholding of the non-executive directors during the year under review.

(g) Independent Directors, separate meeting thereof and familiarization program

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the Listing Regulations read with Section 149(6) of the Companies Act, 2013 (“the Act”). The maximum tenure of Independent Directors is in compliance with the Act. All Independent Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act.

The Familiarization Program for Independent Directors can be accessed from the website of the Company at the weblink <http://samratforgings.com/wp-content/uploads/2017/03/Familiarization-programme-for-independent-directors.pdf>

During the FY 2024-25, a separate meeting of the Independent directors of the Company was held on 29th March, 2025 in accordance with the Companies Act, 2013 and Listing Regulations, to review the performance of non-independent Directors, the Chairman and the Board as a whole and assess the quality, quantity and timeliness of flow of information between the Management and the Board. All independent Directors as on that date have attended the meeting.

(h) Skills/Expertise/Competencies of the Board of Directors

The Board of Directors of the Company brings a wide range of skills and experience from various field, functions and sectors, which enhance the governance framework of the Company and the Board's decision making process. The Board has identified Strategic Planning, Knowledge with regard to Company's business / activities, Sales & Marketing, Risk Management, Business Management, Finance, Business Strategy, Legal, Secretarial, Corporate affairs & Administration, Accounts and Taxation, Human Resource Management, Technical, Project

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Management and General Management as the key skills/expertise/ competencies for the effective functioning of the Company and the same are currently available with the Board.

Sr. No.	Name of Director	Expertise/Skill
1	Mr. Rakesh M. Kumar (Managing Director)	General Management, Business Management, Business Strategy, Finance & Accounts, Legal, Technical, Corporate affairs & Administration, Sales & Marketing, Project Management and Risk Management
2	Mrs. Bindu Chowdhary	General Management, Business Strategy
3	Mrs. Ritu Joshi	General Management, Business Strategy, Human Resource Management, Corporate Affairs & planning
4	Ms Niveta Sharma	Secretarial, Listing Regulations, Legal and Accounts
5	Mr. Satish Chander Sharma	Banking, Budgeting, Insurance and Finance
6	Mrs. Amita Arora	Legal practice, legal consultancy and advisory
7	Mr. Siddharth Joshi [^]	Accounts & Taxation, Finance, Risk Management, Legal, Business Strategy, Corporate affairs & Administration
8	Mr. Dhananjay Lakhanapal [^]	Technical and Designing, Project Management and General Management

[^]Appointed w.e.f. June 1, 2025

(i) Opinion of the Board regarding Independent Directors

The Board confirms that, in its opinion, the independent directors on the Board fulfill the conditions specified in the Listing Regulations and Companies Act, 2013 and are independent of the management.

(j) Reason for resignation of Independent Director who resigns before the expiry of his tenure

During the financial year 2024-25, Mr. Ajay Arora (DIN: 00314161) Independent Director has resigned from the directorship of the Company before the expiry of his tenure w.e.f. closure of business hours on August 31, 2024 due to his other professional responsibilities. He has confirmed in his resignation letter that apart of this reason there are no other reasons of his resignation as director of the Company.

(k) Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations, the Board has carried out the annual performance evaluation of its own, performance of the directors individually as well as the evaluation of working of Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. A structured questionnaire was prepared based on the above said parameters and after taking into consideration inputs received from the Directors, covering various aspects of the Boards functioning such as adequacy of the composition of the Board and its committees, Board culture, execution and performance of specific duties, obligations and governance etc.

A separate exercise was carried out to evaluate the performance of individual directors including the Chairman of the Board, which was evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its stakeholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who have also reviewed the performance of the Company Secretary.

The Independent Directors had met separately on 29.03.2025 without presence of Non-Independent Directors and the members of management and discussed, inter-alia, the performance of non-Independent Directors and Board as a whole and the performance of the Chairman of the Board after taking into consideration the views of Executive and Non-Executive Directors.

III. COMMITTEES OF THE BOARD

The Company currently has three committees of the Board, namely, Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee. The provisions/regulations regarding constitution of Corporate Social Responsibility Committee and Risk Management Committee are presently not applicable to the Company. The details of the committees are as under:

(A) Audit Committee

The Audit Committee of the Company is constituted with the members having proficient experience and knowledge of corporate affairs & financial management and they possess accounting and financial management expertise.

The role, terms of reference and the authority and powers of this Committee are in conformity with the requirements and governing provisions of the Companies Act, 2013 (Section 177) and the Listing Regulations (Part C of Schedule II) and inter alia includes:

Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;

- Review with the management, the annual and quarterly financial statements and auditor's report thereon before submission to the Board for approval.
- Review with the management, statutory and internal auditors, adequacy of the internal control systems;
- Evaluation of internal financial controls and risk management systems;
- Recommendation for appointment, remuneration and terms of appointment of Auditors of the Company;
- Discussion with statutory auditors the nature and scope of audit as well as post-audit areas of concern;
- Review and monitor the Auditor's independence and performance, and effectiveness of audit process;
- Discussion with internal auditor of any significant findings and follow up thereof;
- Review findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
- Approval (or any subsequent modification) of transactions of the Company with related parties;
- Review functioning of the Whistle Blower mechanism;

The Company Secretary acts as the Secretary to the Audit Committee.

At the time of last Annual General Meeting (AGM) held on 30th September, 2024, Mr. Ajay Arora (DIN: 00314161), was the Chairman of the Audit Committee and he had attended the AGM.

Audit Committee meetings are usually attended by the Chief Financial Officer, Company Secretary and representative of Statutory Auditors. Senior functionaries of the Company are also invited to participate in the deliberations whenever appropriate. During the financial year 2024-25 under review, seven meetings of the committee were held on the following dates:

I. 17.04.2024, II. 29.05.2024, III. 14.08.2024, IV. 27.08.2024, V. 10.10.2024, VI. 14.11.2024 and VII. 13.02.2025.

Samrat Forgings Limited

Composition of the committee and attendance record of the Members in committee meetings held during FY 2024-25 is as under:

Name of the Member Director	Designation	Category of Directorship	No. of Meetings Attended
Mr. Ajay Arora	Chairman (upto 21.08.2024)	Non-Executive Independent	3
Ms Niveta Sharma	Member (Chairperson w.e.f. 22.08.2024)	Non-Executive Independent	7
Mr. Rakesh M. Kumar	Member	Executive (Managing Director)	7
Mr. Satish Sharma	Member	Non-Executive Independent	4

Mr. Ajay Arora has resigned from the Directorship of the Company w.e.f. closure of business hours on August 21, 2024 and as a result of the same, he has also ceased to be the member cum chairman of the Audit Committee from that date. Consequently, Mr. Satish Chander Sharma was appointed as member of the Audit Committee and Ms Niveta Sharma was designated as Chairperson of the Audit Committee w.e.f. August 22, 2024. The current composition of the Audit Committee after these changes is as under:

Name of the Member Director	Designation	Category of Directorship
Ms Niveta Sharma	Chairperson	Non-Executive Independent
Mr. Rakesh M. Kumar	Member	Executive (Managing Director)
Mr. Satish Sharma	Member	Non-Executive Independent

(B) Nomination and Remuneration Committee

The Nomination and Remuneration Committee has been constituted in compliance with the requirements of the Companies Act, 2013 and Listing Regulations. The Committee comprises three members out of which one member is the Non-Executive Non Independent Director and two members are the Independent Directors including Chairperson of the committee.

During the Financial Year 2024-25, one meeting of the committee was held on 27.08.2024 and attendance record of the Members of the committee is as under:

Name of the Member Director	Designation	Category of Directorship	No. of Meetings Attended
Ms Niveta Sharma	Chairperson	Non Executive Independent	1
Mr. Satish Sharma	Member	Non Executive Independent	1
Mrs. Ritu Joshi	Member	Non Executive Non Independent	1

During the year under review, Mr. Ajay Arora has resigned from the Directorship of the Company w.e.f. closure of business hours on August 21, 2024 and as a result of the same, he has also ceased to be the member of the Nomination and Remuneration Committee from that date. Consequently, Mr. Satish Sharma was appointed as a Member of the Committee w.e.f. August 22, 2024.

Terms of reference of the committee inter alia includes:

- Identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal.
- Recommend to the Board, remuneration payable to Senior Management, in whatever form.
- Formulation of criteria for evaluation of director's performance including independent directors and the Board.
- Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a Policy, relating to the remuneration for the directors, key managerial personnel and other employees.

The company secretary acts as secretary of the committee.

Performance evaluation criteria for Independent Director

The Company has following criteria for evaluation of the Independent Directors of the Company;

1. Experience and ability to contribute to the decision making process
2. Problem solving approach and guidance to the Management
3. Attendance and Participation in the Meetings
4. Personal competencies and contribution to strategy formulation
5. The evaluation of independent directors shall be done by the entire board of directors which shall include:
 - i. Performance of the directors; and
 - ii. Fulfillment of the specified independence criteria and their independence from the management.

Nomination and Remuneration Policy:

The company has adopted a Nomination and Remuneration Policy for Directors, KMP's and other employees in accordance with the provisions of the Act and Listing Regulations. The policy is part of the Directors Report and also available at website of the company at weblink <https://samratforgings.com/wp-content/uploads/2022/08/Remuneration-Policy.pdf>

(C) Stakeholders Relationship Committee

The Company has constituted Stakeholders Relationship Committee to consider inter-alia share transfer/transmission, issue of duplicate share certificates and Investor grievances matters like non-receipt of annual report etc. The committee also oversees the performance of the Registrar and Transfer Agents and recommends measures for overall improvement in the quality of investor services.

One meeting of the committee was held during the financial year 2024-25 on 14.11.2024, which was attended by all members of the committee. The composition, attendance and other details of the Stakeholders Relationship Committee are as under:

Name of the Member Director	Designation	Nature of Directorship	No. of Meetings attended
Mrs. Ritu Joshi	Chairperson	Non-Executive Non Independent Director	1
Mrs. Bindu Chowdhary	Member	Non-Executive Non Independent Director	1
Mr. Rakesh M Kumar	Member	Executive (Managing Director)	1
Ms Niveta Sharma	Member	Non-Executive Independent Director	1

There was no other change in the composition of the committee during the year under review.

Mr. Sandeep Kumar, Company Secretary is the Compliance Officer of the Company and acts as Secretary to this committee.

During the FY 2024-25, no grievance/complaint was received from any of the shareholders. No complaint was pending at the beginning or at the end of the financial year.

III A. SENIOR MANAGEMENT

The details of the senior management of the Company as on 31.03.2025 is as under:

Sr. No.	Name	Designation
1	Mr. Prem Lal	Vice President
2	Mr. A P S Grover	Chief Financial Officer
3	Mr. Sandeep Kumar	Company Secretary
4	Mr. Sanjay Jain	DGM-Marketing
5	Mr. Naveen Kumar	Assistant General Manager
6	Mr. V P Atri	Manager - HR

There has been no change in the senior management since the close of the previous year.

IV. REMUNERATION OF DIRECTORS

Remuneration paid to the Managing Director was decided by the Board on the recommendations of the Nomination and Remuneration Committee and approved by the Members of the Company. Non-Executive Directors (including Independent Directors) were paid sitting fee of Rs. 7,500/- per meeting for attending the Board meetings and Rs. 2,500/- per meeting for attending the Committees Meetings.

Apart from the above stated, there have been no other pecuniary relationships or transactions by the Company with Non-executive directors during the year.

The details of Directors' remuneration for FY 2024-25 is as follows:

Managing Director

Name	Salary	Allowances	Contribution to Provident Fund	Other Perquisites	Stock Option	Total	Service contract (Tenure)
Mr. Rakesh M. Kumar	1,44,00,000	-	21,600	-	-	1,44,21,600	Upto 30.11.2026

Non Executive Directors

Name of the Director	Sitting Fee for Board and Committee meetings held during FY 2024-25
Mrs. Bindu Chowdhary	62,500
Mrs. Ritu Joshi	65,000
Mr. Ajay Arora	30,000
Ms Niveta Sharma	82,500
Mr. Satish Sharma	65,000
Mrs. Amita Arora	30,000

Criteria of making payment to the non-executive directors is posted and can be referred from the website of the Company at <https://samratforgings.com/wp-content/uploads/2017/03/Criteria-of-making-payment-to-the-non-executive-directors.pdf>

V. GENERAL BODY MEETINGS

Details of the last three Annual General Meetings (AGMs) of the Company are given below:

Financial Year	Date & Time	Venue	Special Resolutions passed
2022-23	30.09.2022 11:30 AM	Through VC/OAVM (Deemed Venue – Village & P.O. Gholu Majra, Tehsil Derabassi, Distt. Mohali, Punjab)	1. Appointment of Mr. Satish Chander Sharma (DIN: 09654654) as an Independent Director 2. Increase in borrowing powers of the Company 3. Mortgage or creation of charge over properties of the Company against borrowings
2023-24	30.09.2023 11:30 AM	Through VC/OAVM (Deemed Venue – Village & P.O. Gholu Majra, Tehsil Derabassi, Distt. Mohali, Punjab)	1. Reappointment of Mr. Rakesh M. Kumar (DIN: 00066497) as Managing Director of the Company for a term of three years
2024-25	30.09.2024 11:30 AM	Through VC/OAVM (Deemed Venue – Village & P.O. Gholu Majra, Tehsil Derabassi, Distt. Mohali, Punjab)	1. Appointment of Mrs. Amita Arora (DIN: 10752924) as an Independent Director 2. Re-appointment of Ms Niveta Sharma (DIN: 08056816) as an Independent Director

No extraordinary general meeting was held during the financial year 2024-25.

During the financial year 2024-25, the Company has not passed any Special Resolution through postal ballot and no Special Resolution requiring a Postal Ballot is being proposed at the ensuing AGM of the Company.

VI. MEANS OF COMMUNICATION

The Company is listed on BSE Limited and following means of communication has been adopted by the Company:

a. Website

The Company's website www.samratforgings.com displays the information prescribed to be made available on the website of the Company under the Listing Regulations, which inter alia includes details of business of the Company, terms and conditions for appointment of Independent Directors, Composition of Board and Board Committees, Policies adopted by the Company, Shareholding Patterns, Quarterly and Annual Financial results, announcements/disclosures made by the Company, Newspaper publications, contact for investors assistance etc.

During the year ended 31st March, 2025, the Company has not displayed any official news releases and no presentations were made to institutional investors or analysts.

b. Stock Exchange

The Company's shares are listed on BSE Limited and it makes timely disclosure of necessary information to the said stock exchange in terms of the Listing Regulations and other Rules and Regulations issued by SEBI electronically vide listing center.

c. Publication of results

In compliance with the requirements of the Listing Regulations, the Company regularly intimates quarterly un-audited as well as annual audited financial results to the Stock Exchange within statutory time period from the conclusion of the Board Meeting(s) in which these were considered and approved. The financial results of the Company are normally published in leading English and vernacular language newspapers viz., Financial Express (English), and Desh Sewak (Punjabi) and are also displayed on the website of the Company www.samratforgings.com.

VII. GENERAL SHAREHOLDER INFORMATION

1. 44th Annual General Meeting:

Day & Date : Friday, 29th August, 2025
Time : 11:30 AM
Venue : Through Video Conferencing/Other Audio Visual Means facility.
Deemed venue for the meeting:
Registered office of the Company i.e. Village & P.O. Gholu Majra,
Tehsil Derabassi, Distt. Mohali, Punjab - 140506

2. Financial Calendar (tentative):

The Financial year covers the period from 1st April to 31st March
Board meetings to be held to review/approve the financial results of the Company for FY 2025-26
is given below:

Quarter ended on 30th June, 2025 : Second week of August, 2025
Quarter ended on 30th Sept, 2025 : Second week of November, 2025
Quarter ended on 31st Dec, 2025 : Second week of February, 2026
Year ended on 31st March, 2026 : Last week of May, 2026

Note: The above schedule is indicative and can be varied from actual.

3. Book Closure : 25th August, 2025 to 29th August, 2025 (Both days inclusive)

Samrat Forgings Limited

4. Dividend Payment : No dividend recommended by the Board for FY 2024-25
5. Listing on Stock Exchanges : BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai - 400 001
Listing fee for FY 2025-26 has been paid to BSE.
6. Stock Code : 543229
7. Corporate Identification Number : L28910PB1981PLC056444

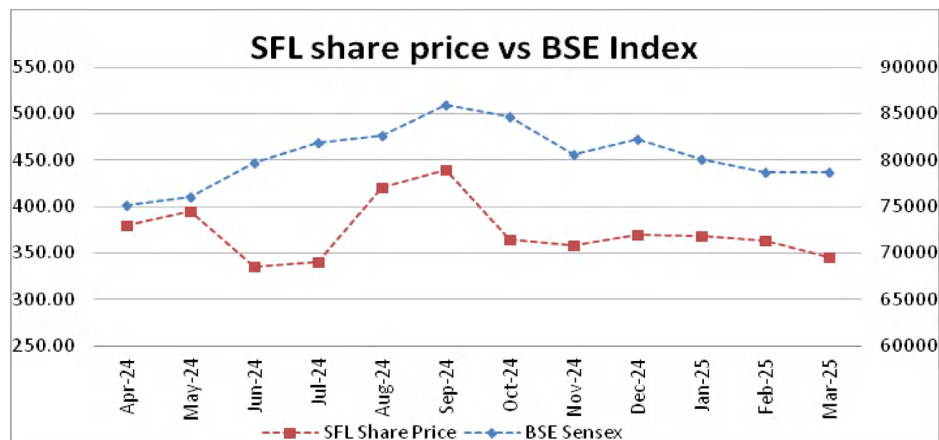
8. Stock Market Data

Month wise high and low price during the financial year 2024-25 for one equity share of Rs. 10/- each of the Company at BSE is given below:

Month	BSE Limited	
	High (Rs.)	Low (Rs.)
2024		
April	380.00	290.40
May	394.95	290.00
June	334.85	263.20
July	340.00	280.05
August	421.00	260.05
September	439.95	320.05
October	365.00	281.05
November	358.90	288.05
December	369.50	276.25
2025		
January	368.50	288.00
February	362.90	280.20
March	344.95	280.00

9. Stock Price Performance

The stock price performance relative to S&P BSE Sensex during the financial year 2024-25 is given below:



10. Registrars and Transfer Agents

M/s Mas Services Limited (MAS) is the Registrar and Share Transfer Agent for physical shares of the Company. MAS is also the depository interface of the Company with both depositories viz. NSDL and CDSL. Contact details of MAS as below:

Address: Mas Services Limited, T-34, 2nd Floor,
Okhla Industrial Area, Phase – II, New Delhi-110020
Tel.: 011-26387281, 282, 283,
E-Mail: investor@masserv.com
Contact Person: Mr. Sharwan Mangla, General Manager

Samrat Forgings Limited

Share Transfer and other communication regarding share certificates, change of address etc. may be addressed to the Registrar & Share Transfer Agent M/s Mas Services Limited at their above mentioned address or to the Company Secretary at its registered office at Village & P.O. Gholli Majra, Tehsil Derabassi, Distt. Mohali, Punjab 140506.

11 Transfer/Transmission System for physical shares

Trading in Equity Shares of the Company through recognized Stock Exchange is permitted only in dematerialized form.

SEBI effective from 1st April, 2019, has barred physical transfer of shares of listed companies and mandated transfers only through demat. The Shareholders holding shares in physical form are requested to get their shares dematerialized at the earliest to avoid any inconvenience in future while transferring the shares. The Shareholders are accordingly requested to get in touch with any Depository Participant having registration with SEBI to open a demat account to seek guidance in the demat procedure. The Shareholders may also visit web site of depositories viz. National Securities Depository Limited viz. <https://nsdl.co.in/faqs/faq.php> or Central Depository Services (India) Limited viz. <https://www.cdslindia.com/Investors/open-demat.html> for further understanding of the demat procedure. Further, with effect from 24th January, 2022, SEBI has made it mandatory for listed companies to issue securities in demat mode only while processing any investor service requests viz. issue of duplicate share certificates, exchange/sub-division/ splitting/ consolidation of securities, transmission/ transposition of securities. Vide its Circular dated 25th January, 2022, SEBI has clarified that listed entities/ RTAs shall now issue a Letter of Confirmation in lieu of the share certificate while processing any of the aforesaid investor service request.

There are no shares in the unclaimed suspense account at the beginning and at the end of the financial year 2024-25.

12. Shareholding Pattern of the Company as on 31st March, 2025 is as under:

Category	Number of shares held	% age of holding
Promoters / Associates	37,49,051	74.98
Financial Institutions/Banks	1,65,000	3.30
Public -Bodies Corporate	67,461	1.35
Public –Individuals	10,18,488	20.37
Total	50,00,000	100.00

13. Distribution of Shareholding as on 31st March, 2025 is as under:

Shareholding of nominal value of Rs.	Number of shareholders	% age of total	Number of shares	% age to total
Upto --- 5,000	1,913	98.05	1,05,301	2.11
5,001 --- 10,000	15	0.77	10,215	0.20
10,001 --- 20,000	9	0.46	12,163	0.24
20,001 --- 30,000	1	0.05	2,235	0.05
30,001 --- 40,000	1	0.05	3,411	0.07
40,001 --- 50,000	0	0.00	0	0
50,001 --- 1,00,000	0	0.00	0	0
1,00,001 & above	12	0.62	48,66,675	97.33
Total	1,951	100.00	50,00,000	100.00

14. Dematerialization of Shares

Trading in equity shares of the Company (Samrat Forgings Limited) is permitted only in dematerialized form. The Company has connectivity with Central Depository Services (India) Ltd (CDSL) and National Securities Depository Limited (NSDL) and availing dematerialization facility from both these depositories. 92.48% of the Company's shares were held in dematerialized form as on 31st March, 2025. The International Securities Identification Number (ISIN) for the Company's shares in Demat mode is – INE412J01010.

For shares held in electronic form, all instructions regarding change of address, nomination, power of attorney should be given directly to their Depository Participants and the Company will not be able entertain any such requests directly from Shareholders.

15. The Company has not issued any GDRs / ADRs / Warrants or any convertible instruments.

16. Commodity price risk or foreign exchange risk and hedging activities

The Company being a user of wide variety of commodities such as steel, furnace oil, tooling etc. is exposed to commodity price risk. Therefore, the Company continuously focuses on mitigating the inflationary impact of commodity prices, if any, through various cost reduction measures. As the nature of business of the Company does not involve any significant foreign exchange exposure, no hedging activity was done during the year. The details of foreign currency exposure are disclosed in "Annexure 4" of the Directors Report.

17. Plant Location:

Unit I (Forgings Division): Village Gholu Majra, Tehsil Derabassi, Distt. Mohali, Punjab 140506

Unit II (CNC Machining Division): Village Bhankerpur, Tehsil Derabassi, Distt. Mohali, Punjab 140201

18. Address for correspondence (for Investor queries etc.)

Registrar and Share Transfer Agents	Company Secretary & Compliance Officer
M/s Mas Services Limited	Mr. Sandeep Kumar
T-34, 2 nd Floor,	Samrat Forgings Limited
Okhla Industrial Area, Phase II,	Regd. Office: Village & P.O. Gholu Majra,
New Delhi – 110020	Tehsil Derabassi, Distt. Mohali, Punjab 140506
Tel.: 011-26387281, 282, 283	Tel.: +91-9257240444
E-Mail: investor@masserv.com	E-mail: sandeepsharma@samratforgings.com

19. Website Address of the Company: www.samratforgings.com

20. Credit Ratings

The details of credit ratings from CRISIL Ratings Limited, held by the Company as on March 31, 2025 and revision /changes in the credit rating of the Company during the financial year 2024-25 are as under:

Instrument	Amount (Rs. in Crores)	Rating (as on 31.03.2025)	Revision/change during FY 2024-25
Bank Guarantee	2.00	A4+	There has been no changed in credit ratings during the financial year 2024-25
Letter of Credit	5.00	A4+	
Bill Discounting	1.00	BB+/Negative	
Cash Credit	22.50	BB+/Negative	
Term Loan	12.75	BB+/Negative	

VIII. OTHER DISCLOSURES

i) Disclosure on materially significant related party transactions which may have potential conflict with the interest of the Company at large:

There were no materially significant related party transactions during the period under review that may have potential conflict with the interest of the Company.

ii) Details of non-compliance etc.

There has neither been any non-compliance of any legal provision of applicable law, nor any penalty, strictures imposed by SEBI, Stock Exchange, any regulatory/statutory authorities regarding any matter relating to capital markets during the last three years.

iii) Vigil Mechanism / Whistle Blower Policy

The Company has established adequate vigil mechanism for its directors and employees to report genuine concerns by implementing Whistle Blower Policy & Vigil Mechanism. The Company has adopted a policy in this regard. According to the said policy the directors and employees can report actual or suspected frauds, defaults or violation of Company's Code of Conduct etc., if any, comes to their notice to the Chairman of the Audit Committee or to the Vigilance and Ethics Officer of the Company. During the year under review, no person was denied access to the Chairman of the Audit Committee or Vigilance and Ethics Officer of the Company.

Whistle Blower Policy of the Company is available on Company's website at the web link: <https://samratforgings.com/wp-content/uploads/2025/06/Whistle-Blower-Policy-and-Vigil-Mechanism.pdf>

iv) Compliance with mandatory requirements

The Company has complied with the mandatory requirements of the Code of Corporate Governance as stipulated under Listing Regulations. The Company has also complied with the requirements specified in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) of the Listing Regulations and Paras (2) to (10) mentioned in Part C of Schedule V of the Listing Regulations to the extent applicable to the Company.

v) Material Subsidiaries and Policy on determining Material Subsidiary

The Company has no subsidiary.

vi) Policy on Related Party Transactions

The Company has adopted a policy for Related Party Transactions and the same is available at the Company's website and can be accessed at <https://samratforgings.com/wp-content/uploads/2022/08/Policy-on-Related-Party-Transactions.pdf>

During the year there were no material related party transactions made by the Company that would have required shareholders' approval. The Company has not entered into any transaction of material nature that may have any potential conflict with the interest of the Company. The details of the related party transactions as per Ind AS 24 'Related Parties Disclosures' are set out in note 39 to the Financial Statements.

vii) Certificate regarding Non Disqualification of Directors

A certificate from Ms Arshdeep Kaur Judge, Practicing Company Secretary has been obtained stating that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India / Ministry of Corporate Affairs or any such statutory authority. The Certificate is annexed to this Report.

viii) Recommendation of Committees

The Board accepted the recommendations of all its committees, wherever made, during the financial year 2024-25.

- ix) Disclosure of certain types of agreements binding listed entity**
There are no agreements that require disclosure under clause 5A of paragraph A of Part A of Schedule III of the Listing Regulations.
- x) Fees to Statutory Auditors**
The Company has paid Statutory Audit Fee amounting to Rs. 1,50,000/- (One lakh fifty thousand only) and Tax Audit Fee of Rs. 50,000/- (Fifty thousand only) to M/s Rattan Kaur & Associates, Chartered Accountants (Firm Registration No. 022513N), Statutory Auditors of the Company.
- xi) Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**
The Company has put in place anti sexual harassment policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules there under. The Policy aims to provide protection to women at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment. Internal complaints committee has been set up to redress complaints received, if any, regarding sexual harassment.
During the financial year ended 31st March, 2025, no complaint pertaining to sexual harassment was received to the Committee and no such earlier complaints were pending for redressal.
- xii) Loans and advances in the nature of loans to firms/companies in which directors are interested**
Nil
- xiii) Adoption of discretionary requirements**
- 1. Audit Qualifications**
During the financial year under review, there is no audit qualification in the Company's financial statements. The Company continues to adopt best practices to ensure regime of financial statements with unmodified audit opinion.
 - 2. Reporting of Internal Auditor**
The Internal Auditor of the Company periodically reports to the Audit Committee.
The Company has not adopted the other non-mandatory requirements as specified in Part E of Schedule II of the Listing Regulations during the year.
- xiv) Details of utilization of funds raised through preferential allotment or qualified institutions placement under Regulation 32(7A)**
The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32(7A) of the Listing Regulations during the financial year under review.
- xv) Accounting treatment**
In preparation of the Financial Statements, the Company has followed the Indian Accounting Standards (Referred to as Ind AS) prescribed under Section 133 of the Companies Act, 2013 as notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended, to the extent applicable. The significant accounting policies are set out under Note 2 of the Financial Statements for the year ended 31st March, 2025.
- xvi) Disclosure with respect to demat suspense account/unclaimed suspense account**
No shares were lying under the Demat Suspense Account/Unclaimed Suspense Account at the beginning, during or at the end of the financial year under consideration.
- xvii) Management Discussion and Analysis Report**
Pursuant to the requirement of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, a detailed Management Discussion and Analysis Report form part of the Directors Report.

xviii) Code for prevention of Insider Trading Practices

The Company has instituted a comprehensive Code of Conduct for prevention of insider trading in compliance with SEBI (Prohibition of Insider Trading) Regulations, 2015 including amendments thereof. The Code lays down guidelines and procedures to be followed and disclosures to be made, by Designated Persons, while dealing with shares of the Company and cautioning all concerned of the consequences of violations.

xix) CEO/CFO Certification

The Managing Director and Chief Financial Officer (CFO) of the Company have given annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of the Listing Regulations. As the Company has no post of Chief Executive Officer (CEO), the said Certificate has been signed by the Managing Director of the Company along with CFO which is annexed with this Report.

xx) Code of Conduct

The Board of Directors has laid down a well-defined Code of Conduct (the Code) to be followed by the Members of the Board and members of the senior management of the company. The code is available on the website of the Company i.e. www.samratforgings.com.

The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and members of the senior management in their business dealings and in particular on matters relating to integrity at the work place, in business practices and in compliance of applicable laws.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code. A declaration in this regard signed by the Managing Director is enclosed with this Report.

xxi) Certificate regarding compliance of conditions of Corporate Governance

Certificate from Practicing Company regarding the compliance of conditions of Corporate Governance is annexed with this report.

For and on behalf of Board

Place: Derabassi
Dated: 30.07.2025

(Rakesh M. Kumar)
Managing Director
[DIN: 00066497]

(Ritu Joshi)
Director
[DIN: 01598873]

**Declaration by the Managing Director with respect to compliance
with Code of Conduct of the Company**

As provided under Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V of the said regulations, this is to confirm that all the Members of the Board and the Senior Management have affirmed compliance with the Code of Conduct for the Financial Year ended March 31, 2025.

Place: Derabassi
Date: 30.07.2025

Rakesh M Kumar
Managing Director
DIN: 00066497

Certificate pursuant to Regulation 17(8) of SEBI (LODR), Regulations, 2015

We hereby confirm and certify for the financial year ended 31st March, 2025, that:

- A. We have reviewed the financial statements and cash flow statement for the year and to the best of our knowledge and belief:
1. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit Committee
1. significant change in internal control, if any, over financial reporting during the year;
 2. significant changes in accounting policies during the year, if any, and the same have been disclosed in the notes to the financial statements; and
 3. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Derabassi
Date: 30.05.2025

A.P.S. Grover
(Chief Financial Officer)
PAN: ABAPG8168L

Rakesh M Kumar
(Managing Director)
DIN: 00066497

Samrat Forgings Limited

CERTIFICATE ON NON-DISQUALIFICATION OF DIRECTORS

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

To,

The Members of

Samrat Forgings Limited

Village & P.O. Gholu Majra,

Tehsil Derabassi, Mohali, Punjab 140506.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Samrat Forgings Limited having CIN: L28910PB1981PLC056444 and having registered office at Village & P.O. Gholu Majra, Tehsil Derabassi, Mohali, Punjab 140506 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of the Director	DIN	Date of appointment in the company
1.	Mr. Rakesh Mohan Kumar	00066497	01.06.1994
2.	Mrs. Bindu Chowdhary	01154263	25.04.1990
3.	Mrs. Ritu Joshi	01598873	25.05.2011
4.	Ms. Niveta Sharma	08056816	15.11.2019
5.	Mr. Satish Chander Sharma	09654654	30.06.2022
6.	Mrs. Amita Arora	10752924	31.08.2024

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

Date: 29.07.2025

Place: Chandigarh

UDIN: A033911G000881505

Arshdeep Kaur Judge

M. No. 33911

C P No. 27198

Peer Review Cert No. 5799/2024

CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Samrat Forgings Limited

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

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

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

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

Assumptions & Limitation of scope and Review:

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

Date: 29.07.2025
Place: Chandigarh
UDIN: A033911G000881461

Arshdeep Kaur Judge
M. No. 33911
C P No. 27198
Peer Review Cert No. 5799/2024

ANNEXURES TO DIRECTORS REPORT

Annexure: 1

EXTRACT FROM REMUNERATION POLICY

Statutory Requirement

Section 178 of the Companies Act, 2013 requires every listed company and such class or classes of companies, as may be prescribed to establish a Nomination and Remuneration Committee (hereinafter referred as “the Committee”) and that such Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel, senior management and other employees.

Appointment of Director, KMP and Senior Management Personnel

- a. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- b. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.
- c. Term and Tenure of Director, Independent Director, Managing Director, Whole Time Director and KMP shall be governed by the provisions of Companies Act, 2013 as may be in force and amended from time to time.
- d. Due to reasons for any disqualification mentioned in the Companies Act, 2013 (hereinafter referred to as “the Act”) or under any other applicable Act, rules and regulations thereunder, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or other employee subject to the provisions and compliance of the said Act, rules and regulations.
- e. The Director, KMP shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel on the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.
- f. The remuneration/ compensation / commission/ increment etc. to the Directors and KMP will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / Commission/increment etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required under the Companies Act, 2013.
- g. Human Resource Department of the Company in consultation with Chairman/Managing Director of the Company is empowered to appoint the candidates in the Senior Management in terms of the criteria prescribed herein and report their appointment to the Committee. The Committee may also identify and recommend to the Board who may be appointed in senior management in accordance with the criteria laid down.
- h. Where any insurance is taken by the Company on behalf of its Whole Time Director, Managing Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

Remuneration to Director, KMP, Senior Management Personnel and Other Employees

A. Remuneration to Managing Director/Whole-time Director

● Remuneration

The Company strives to provide fair compensation to Directors, KMP, Senior Management Personnel and other employees, taking into consideration following factors –

- Industry benchmark,
- Company's performance vis a vis industry,
- Scope of duties, roles and responsibilities,
- Skill, knowledge, performance/track record,
- Core performance requirements and expectations of individuals
- Legal and industrial Obligations

Managing Director/ Whole-time Director shall be eligible for remuneration as may be approved by the Shareholders of the Company on the recommendation of the Nomination and Remuneration Committee and the Board of Directors in terms of the provisions of Section 197 read with Schedule V and other applicable provisions of the Companies Act, 2013.

The break-up of the pay scale and quantum of allowances, perquisites including, employer's contribution to provident fund, pension scheme, medical expenses, car & driver facility etc. shall be decided and approved by the Board on the recommendation of the Nomination & Remuneration Committee. The remuneration may also be paid in the form of Profit linked Commission but with the overall limits as stated above.

● Minimum Remuneration

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing Director/Whole-time Director in accordance with the Schedule V and other applicable provisions of the Act and if it is not able to comply with such provisions, then with the prior approval of the Central Government.

● Provisions for excess remuneration

If any Managing Director/Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

B. Remuneration to Non-Executive Directors and the Independent Directors

● Sitting Fees

The Independent Directors and Non Executive Non Independent Directors of the Company shall be paid sitting fees as approved by the Board in terms of the provisions of the Act.

The Company may reimburse reasonable expenditure incurred by the Director for attending Board/ committee meetings, general meetings, court convened meetings, meetings with shareholders/ creditors/ management, site visits, induction and training organized by the Company for Directors and in obtaining professional advice from independent advisors in the furtherance of his/her duties as a director.

- **Remuneration**

Pursuant to the provisions of Sections 197, 198 and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the non-executive directors of the Company (i.e. directors other than the Managing Director and / or the Whole-time Directors) be paid, remuneration, in addition to the sitting fee for attending the meetings of the Board of Directors or Committees thereof, as the Board of Directors may from time to time determine, not exceeding in aggregate one percent of the net profits of the Company for each financial year, as computed in the manner laid down in Section 198 of the Companies Act, 2013.

- **Stock Options**

Company can issue Stock Options to the directors. However, pursuant to the provisions of the Act, an Independent Director shall not be entitled to any stock option of the Company.

C. Remuneration to KMP, Senior Management, other Employees

Apart from the Directors, remuneration along with annual increment of all other KMP, Senior Management Personnel and other employees of the Company shall be determined by HR department in consultation with Managing Director/Whole-time Directors of the Company.

The remuneration and increment thereof should be in line with company's philosophy to provide fair compensation to employees based on their experience, roles and responsibilities, performance track record, legal obligation, industry benchmark, job complexity etc.

The various remuneration components such as basic salary, allowances, perquisites etc. may be combined to ensure an appropriate and balance remuneration package.

The Incentive pay shall be decided by HR department of the Company based on the HR policies in relation thereto and considering the balance between performance of the Company and performance of the Key Managerial Personnel, Senior Management Personnel and other employee.

The Committee may recommend to the Board a policy for granting Stock options to KMP, Senior Management Personnel and other employees in line with the provisions of the Act, SEBI regulation and the provision of any other applicable laws.

Form No. MR-3

**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2025**

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

To,

The Members,
Samrat Forgings Limited
Village & P.O. Gholu Majra,
Tehsil: Derabassi, Mohali, Punjab.

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

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

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
- c) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021- Not Applicable to the company during the financial year under review.
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- Not Applicable to the company during the financial year under review.
- e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: Not Applicable as there was no instance of Buy-Back during the financial year.
- f) Securities and Exchange Board of India (Issue and Listing of Non- Convertible Securities) Regulations, 2021: Not applicable during the financial year under review.
- g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- Not applicable as the company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review.
- h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021- Not applicable as the company has not delisted any securities from any stock exchange during the financial year under review
- (vi) The major provisions and requirements have also been complied with as prescribed under all applicable Labour laws viz. The Factories Act, 1948, The Payment of Wages Act, 1936, The Payment of Bonus Act, 1965, Industrial Dispute Act, 1947, Employee State Insurance Act, 1948, The Employee's Provident Fund and Miscellaneous Provisions Act, 1952, The Payment of Gratuity Act, 1972, The Industrial Employment (Standing Order) Act, 1946, The Employment Exchange (Compulsory Notification of Vacancies) Act, 1956.
- (vii) Environment Protection Act, 1986 and other environmental laws.
- (viii) Hazardous Waste (Management and Handling) Rules, 1989 and the Amendments Rules, 2003.
- (ix) The Air (Prevention and Control of Pollution) Act, 1981
- (x) The Water (Prevention and Control of Pollution) Act, 1974

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

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

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

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

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors; Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors were carried out in compliance with the applicable regulations.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

3. All decisions are carried out through majority while the dissenting members' views, if any, are captured and recorded as part of the minutes.

4. The Company has proper board processes.

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

1. There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

2. On examination of the relevant documents and records, on test check basis, the Company has complied with the following laws specifically applicable to the company:

a. The Indian Electricity Act, 2003 and Indian Electricity Rules, 2005.

b. Petroleum Act, 1934

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

(i) Public / Rights / Preferential issue of shares / debentures / sweat equity.

(ii) Redemption / buy-back of securities.

(iii) Major decisions under Section 180 of the Companies Act, 2013.

(iv) Merger / amalgamation / reconstruction etc.

(iv) Foreign technical collaborations.

Place: Chandigarh

Date: 29.07.2025

UDIN: A033911G000881406

Arshdeep Kaur Judge

M No. 33911

C P No. 27198

Peer Review Cert No. 5799/2024

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

To,

The Members,
Samrat Forgings Limited
Village & P.O. Ghollu Majra,
Tehsil: Derabassi, Mohali, Punjab.

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

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

Place: Chandigarh
Date: 29.07.2025
UDIN: A033911G000881406

Arshdeep Kaur Judge
M No. 33911
C P No. 27198
Peer Review Cert No. 5799/2024

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 during the Financial Year 2024-25 by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	There were no contracts or arrangements or transactions entered into during the year ended March 31, 2025, 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 transaction 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.

a)	Name (s) of the related party & nature of relationship	There were no material contracts or arrangements or transactions entered into during the year ended March 31, 2025.
b)	Nature of contracts /arrangements/ transactions	
c)	Duration of the contracts/ arrangements/ transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Date of approval by the Board	
f)	Amount paid as advances, if any	

For and on behalf of the Board

Place: Derabassi
Dated: 30.07.2025

Rakesh M. Kumar
Managing Director
(DIN: 00066497)

Ritu Joshi
Director
(DIN: 01598873)

DETAILS PURSUANT TO THE PROVISIONS OF SECTION 197 OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

(i)	The Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2024-25	Director's Name	Ratio to median remuneration
		Mr. Rakesh M. Kumar	93.32
		Mrs. Bindu Chowdhary	0.40
		Mrs. Ritu Joshi	0.42
		Mr. Ajay Arora	0.19
		Ms. Niveta Sharma	0.53
		Mr. Satish Chander Sharma	0.42
		Mrs. Amita Arora	0.19
(ii)	The percentage increase in remuneration of each Director, Company Secretary and Chief Financial Officer, during the financial year 2024-25	Mr. Rakesh M Kumar, MD	Nil
		Mr. Sandeep Kumar, CS	52.44
		Mr. A.P.S. Grover, CFO	6.70
(iii)	Percentage increase in the median remuneration of employees in the financial year	5.13%	
(iv)	Number of permanent employees on the rolls of company	There were 818 permanent employees as on 31.03.2025	
(v)	Average percentile increase already made in the salaries of employees other than managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in managerial remuneration	Average percentage increase made in the salaries of employees other than the managerial personnel in the financial year under review was 8.81%. Whereas the managerial remuneration was increase by 12.82% during the financial year under review.	
(vi)	Affirmation that the remuneration is as per the remuneration policy of the company	The Company hereby affirms that the remuneration paid is as per the remuneration policy of the Company	

Note: The Median remuneration is arrived by taking into account the gross salary of the employees who were employed through the year. The employees who jointed or left in any part of the year have not been considered for computing the median remuneration.

Information as per rule 8(3) of the Companies (Accounts) Rules, 2014, read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY

(i) Steps taken or impact on conservation of energy;

The Company continues its efforts to improve methods for energy conservation and utilization by switching from Furnace Oil usage to usage of Electricity and Gas and also by close watch and regular inspection of the installed equipment and maintenance of the same.

(ii) Steps taken by the company for utilizing alternate sources of energy;

Appropriate actions have been taken to improve efficiency of own generation by usage of diesel generators only for emergencies and as stand by. Also, an intensified vigil on wastage/leakage control has been kept by the company to mitigate the wastage of resources. The Company has replaced its oil fired furnaces with Electric Induction Billet heaters thus saving energy and input material cost and also creating clean, smoke free working environment which improves productivity of the workmen. A solar panel is also being installed at unit I of the Company as a source of electricity.

(iii) Capital investment on energy conservation equipment;

The company has invested Rs. 1.70 Crore during the year on installation of Induction Heater of 450 KW, Solar Panel and Natural Gas Operating System. Also, adequate steps have been taken to keep the installed energy conservation equipment in prompt conditions, however exact expenditure incurred in this process is not ascertainable.

B. TECHNOLOGY ABSORPTION

Disclosure of particulars with respect to technology absorption: -

Efforts made towards technology absorption

The Company is committed to absorb new technology time to time to improve working efficiency of plants. Latest technology machines have been procured and installed by the Company during the financial year 2024-25 to expand its production base. Efforts have been made towards development of products of superior quality and implementation of total Quality Assurance System for this purpose.

Benefits derived

The above steps enabled the Company to carry on its operations in an efficient and cost-effective manner which in turn helps the Company offer its products and services in a most competitive manner. Also the production capacity of the Company has increased with the installation of latest technology machines during the year under review.

Imported technology

While no technology has been imported in the recent past, the Company has gone for high technology imported machines during couple of years back which helped to enhance the overall productivity and reduction in rework/rejection.

Samrat Forgings Limited

Research & Development

Adequate efforts have been made towards quality up-gradation, development of wide range of products/components, productivity enhancement and quality control management. However, specific expenditure of recurring or capital nature is not involved.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

	2024-25 (Rs in lakhs)	2023-24 (Rs in lakhs)
Earnings - on account of exports	2,127.32	1,074.40
Outgo - on account of import & expenditure	99.97	48.16

For and on behalf of the Board

Place: Derabassi
Dated: 30.07.2025

Rakesh M. Kumar
Managing Director
(DIN: 00066497)

Ritu Joshi
Director
(DIN: 01598873)

INDEPENDENT AUDITOR'S REPORT

To the Members of SAMRAT FORGINGS LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of SAMRAT FORGINGS LIMITED ("the Company"), which comprises the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended March 31, 2025, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, the profit and 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 specified under Section 143(10) of the Act (SAs). 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report.

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

The Company's Board of Directors and management is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon. The company's annual report is expected to be made available to us after the date of this auditor's report.

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

Management's Responsibility for the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has 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 and the board of directors.
- Conclude on the appropriateness of the management and board of directors 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, makes 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.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss including Other Comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021.

- (e) On the basis of written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025, from being appointed as a director in terms of section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Reporting "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 Ind AS financial statements – Refer Note 32 to the Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts and equity shares, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv.
 - (a) The Management and board of directors has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management and board of directors has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year in contravention of the provision of Section 123 of the Companies Act, 2013.
- vi. Based on our examination which included test checks, the Company has used accounting softwares for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, for the periods audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting

Samrat Forgings Limited

software, we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and to the best of our information and according to explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance to the provisions of Section 197 read with Schedule V to the Act as approved in the 42nd Annual General Meeting of the Company held on 30th September, 2023.

For RATTAN KAUR & ASSOCIATES

Chartered Accountants

(Regd No.:022513N)

Rattan Kaur

Partner

(Membership No.: 513530)

Date: 30-05-2025

Place: Derabassi

UDIN: 25513530BMJONU1149

Annexure “A” to the Independent Auditors’ Report

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Samrat Forgings Limited of even date).

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

Opinion

We have audited the internal financial controls over financial reporting of **M/s SAMRAT FORGINGS LIMITED** (“the Company”) as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

Management and Board of Directors Responsibility for the Internal Financial Controls

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

Auditor’s Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The

procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Ind AS 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.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal

financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For RATTAN KAUR & ASSOCIATES

Chartered Accountants
(Regd No.:022513N)

Rattan Kaur
Partner

(Membership No.: 513530)

Date: 30-05-2025

Place: Derabassi

UDIN: 25513530BMJONU1149

Annexure “B” to the Independent Auditors’ Report

(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of M/s Samrat Forgings Limited of even date)

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

- i. In respect of the Company's property, plant and equipment, right-of-use assets and intangible assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of right-of-use assets.
(B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Company has a program of physical verification of property, plant and equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, plant and equipment and right-of-use assets were due for verification during the year and 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) According to information and explanations given by the management, the title deeds of immovable property included in fixed assets (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of company.
 - (d) The Company has not revalued any of its property, plant and equipment (including right-of-use assets) and intangible assets during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - (a) As explained to us, the inventories, excluding stocks with some of the third parties, were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification. In respect of inventories lying with third parties, these have substantially been confirmed by them.
 - (b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from banks during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of financial statements, the quarterly returns/statements filed by the Company with such banks are in agreement with the books of accounts of the Company and no material discrepancy noticed.
- iii. The Company has not made investments in, Companies firms, Limited Liability Partnerships, and also not granted unsecured loans to other parties, during the year and hence reporting under clause(iii) of the order is not applicable.

- iv. The Company as per its policy has advanced salary to staff which are reclaimed through uniform monthly deductions from their salaries.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. We have broadly reviewed the books of accounts maintained by the company in pursuance to the rules made by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act, for certain products of the company and are of the opinion that prima facie prescribed accounts and records have been maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. In respect of statutory dues:
 - (a) The Company has generally been regular in depositing with appropriate authorities undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations given to us, we report that there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities 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 has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender. Hence reporting under clause 3(ix) (a) of the order is not applicable.
 - (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - (c) The term loans were applied for the purpose for which the loans were obtained.
 - (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - (e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix) (e) of the Order is not applicable to the Company.
 - (f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(f) of the Order is not applicable.

- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has 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 Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information & explanations and representation made by the management, no whistle blower complaints have been received during the year (and upto the date of this report) by the Company.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable 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) In our opinion, the Company has an adequate internal audit system commensurate with the size and the 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 any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 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 clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies {Reserve Bank} Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- 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 resignation of the statutory auditors during the year and there were no issues, objections or concerns raised by the outgoing auditors for consideration.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements 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 Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. According to the information and explanations given to us, the Company does not fulfill the conditions of Section 135(1) of the Companies Act, 2013 and Hence, does not qualify for CSR expenditure, Accordingly the provisions of clause (xx)(a) to (b) of the Order are not applicable to the Company.

For RATTAN KAUR & ASSOCIATES

Chartered Accountants
(Regd No.:022513N)

Rattan Kaur
Partner

(Membership No.: 513530)

Date: 30-05-2025

Place: Derabassi

UDIN: 25513530BMJONU1149

Samrat Forgings Limited

BALANCE SHEET AS ON 31.03.2025

(Amount in INR Lakhs)

S.No.	Particulars	Note	As at 31.03.2025	As at 31.03.2024
A) ASSETS				
1	Non-Current assets			
(a)	Property Plant & Equipment	3	7,090.98	5,082.72
(b)	Capital Work in Progress	3A	1,642.14	1,872.02
(c)	Right of Use Asset	30	164.91	185.53
(d)	Financial assets			
(i)	Investments		-	-
(ii)	Other Financial Assets	4	302.46	141.20
(e)	Other non current assets		-	-
	Total non-current assets		9,200.49	7,281.47
2	Current assets			
(a)	Inventories	5	5,878.95	5,099.30
(b)	Financial assets			
(i)	Trade receivables	6	2,396.17	2,113.36
(ii)	Cash & Cash Equivalents	7	3.02	2.99
(iii)	Other Bank Balances	8	111.42	142.45
(iv)	Other financial assets	9	4.23	3.47
(c)	Other current assets	10	423.88	440.74
	Total current assets		8,817.67	7,802.31
	Total assets		18,018.16	15,083.78
B) EQUITY AND LIABILITIES				
1	Equity			
(a)	Equity Share Capital	11	500.00	500.00
(b)	Other Equity	12	3,183.15	2,657.28
	Total equity		3,683.15	3,157.28
2	Non current Liabilities			
(a)	Financial liabilities			
(i)	Borrowings	13	4,628.95	3,802.94
(ii)	Lease Liabilities	30	177.85	197.05
(b)	Provisions	14	98.04	103.08
(c)	Deferred tax liabilities (Net)	15	446.80	382.12
(d)	Other non-current liabilities	16	166.57	52.80
	Total non-current liabilities		5,518.21	4,537.99
3	Current Liabilities			
(a)	Financial liabilities			
(i)	Borrowings	17	4,038.29	3,817.62
(ii)	Trade Payables	18		
-	Total outstanding dues of Micro and Small Scale Industrial Enterprises		220.25	166.77
-	Total outstanding dues of Creditors other than Micro and Small Scale Industrial Enterprises		3,967.57	3,068.92
(iii)	Lease Liabilities	30	19.21	17.95
(iv)	Other financial liabilities	19	426.13	289.18
(b)	Current Tax Liabilities (Net)	20	38.62	(5.68)
(c)	Other current Liabilities	21	106.73	33.75
	Total current liabilities		8,816.80	7,388.51
	TOTAL EQUITY AND LIABILITIES		18,018.16	15,083.78

Notes from 1 to 40 form integral part of Financial Statements.

For an on behalf of the board

(A P S GROVER)
Chief Financial Officer

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(RITU JOSHI)
Director
DIN 01598873

AUDITORS' REPORT

As per our separate report of even date
FOR RATTAN KAUR & ASSOCIATES
Chartered Accountants
(Firm Regn. No.: 022513N)

Place: Derabassi
Date : 30/05/2025
UDIN: 25513530BMJONU1149

(RATTAN KAUR)
PARTNER
Membership No. 513530

Samrat Forgings Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2025

(Amount in INR Lakhs)

Particulars	Note	As at 31.03.2025	As at 31.03.2024
Revenue from operations	22	19,107.43	16,202.83
Other Income	23	60.81	91.31
Total Income		19,168.24	16,294.14
Expenses:			
Cost of materials consumed	24	9,450.96	8,248.27
Change in F.G, WIP, and Stock-in-Trade	25	(776.65)	(486.36)
Employee Benefit Expenses	26	2,528.18	2,205.91
Finance costs	27	707.29	599.93
Depreciation and amortization expense	28	404.91	364.66
Other expenses	29	6,162.53	4,933.11
Total expenses		18,477.22	15,865.52
Profit before exceptional items and tax		691.02	428.62
Exceptional items			
Profit on Sale/transfer of Fixed Asset		6.17	0.21
Profit before tax		697.19	428.83
Tax expense:			
(1) Current tax		66.92	-
(2) Deferred tax		111.17	123.20
Income tax of Previous Year		9.21	8.22
Profit after tax		509.89	297.41
Other comprehensive income			
(i) Items that will not be re-classified to profit or loss:			
- Remeasurements of defined benefit obligation (net)		15.99	10.24
- Income tax relating to items that will not be reclassified to profit or loss		-	-
(ii) Items that may be re-classified to profit or loss:			
- Income tax relating to items that may be reclassified to profit or loss		-	-
- Remeasurements of long term assets		-	-
Total other comprehensive income (net of tax)		15.99	10.24
Total comprehensive income		525.88	307.65
Earnings per equity share-basic		10.20	5.95
Earnings per equity share-diluted		10.20	5.95
Nominal Value of each share		10.00	10.00

Notes from 1 to 40 form integral part of Financial Statements.

For an on behalf of the board

(A P S GROVER)
Chief Financial Officer

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(RITU JOSHI)
Director
DIN 01598873

AUDITORS' REPORT

As per our separate report of even date
FOR RATTAN KAUR & ASSOCIATES
Chartered Accountants
(Firm Regn. No.: 022513N)

Place: Derabassi
Date : 30/05/2025
UDIN: 25513530BMJONU1149

(RATTAN KAUR)
PARTNER
Membership No. 513530

Samrat Forgings Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2025

(Amount in INR Lakhs)

PARTICULARS	Year Ended 31.03.2025	Year Ended 31.03.2024
CASH FLOW FROM OPERATING ACTIVITIES:		
Total comprehensive income	525.88	307.65
ADJUSTMENTS TO RECONCILE PROFIT BEFORE TAX TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
INCOME TAX CHARGED IN PROFIT AND LOSS A/C	187.30	131.42
DEPRECIATION AND AMORTIZATION	404.91	364.66
FINANCE COSTS	707.29	599.93
LOSS/(PROFIT) ON SALE OF FIXED ASSETS	(6.17)	(0.21)
INTEREST INCOME RECEIVED	(33.49)	(31.91)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	1,785.72	1,371.54
CHANGES IN OPERATING ASSETS AND LIABILITIES:		
TRADE RECEIVABLES	(282.81)	219.72
OTHER RECEIVABLES	(145.66)	(290.07)
INVENTORY	(779.65)	(532.16)
PROVISIONS	(5.03)	(9.65)
TRADE AND OTHER PAYABLES	1,478.56	1,106.56
CASH GENERATED FROM OPERATIONS	2,051.13	1,865.94
INCOME TAX PAID (NET)	77.83	124.84
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	1,973.30	1,741.10
CASH FLOW FROM INVESTING ACTIVITIES:		
NET PURCHASE OF FIXED ASSETS	(2,386.40)	(593.35)
CHANGE IN CAPITAL WIP	(229.88)	(1,532.72)
INTEREST INCOME RECEIVED	33.49	31.91
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	(2,123.03)	(2,094.16)
CASH FLOW FROM FINANCING ACTIVITIES:		
PROCEEDS FROM LONG-TERM BORROWINGS	826.01	940.23
FINANCE COST	(707.29)	(599.93)
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	118.72	340.30
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(31.01)	(12.76)
OPENING CASH AND CASH EQUIVALENTS	145.45	158.21
CLOSING CASH AND CASH EQUIVALENTS	114.44	145.45

Notes:

- 1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard-7 on Statement of Cash Flow
- 2) Additions of fixed assets include movement of Capital work-in-progress during the year.
- 3) Proceeds/(repayment) of Short-term & Long-Term borrowings have been shown on net basis.
- 4) Figure in brackets represents cash outflow from respective activities.

(A P S GROVER)
Chief Financial Officer

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(RITU JOSHI)
Director
DIN 01598873

AUDITORS' REPORT

As per our separate report of even date
FOR RATTAN KAUR & ASSOCIATES
Chartered Accountants
(Firm Regn. No.: 022513N)

(RATTAN KAUR)
PARTNER
Membership No. 513530

Place: Derabassi
Date : 30/05/2025

Samrat Forgings Limited

Statement of Changes in Equity

A. Equity share capital

(Also refer Note 11)

Particulars	Amount in INR Lakhs
As on 1st April 2023	500
Changes during the year	-
Balance as at March 31, 2024	500
Balance as at April 1, 2024	500
Changes during the year	-
Balance as at March 31, 2025	500

B. Other Equity

(Also refer Note 12)

	Reserves & Surplus			Other Comprehensive Income	
PARTICULARS	Capital Incentive Reserve	Capital Reserve	Retained Earnings	Remeasurement of Defined Benefit Obligations	Total
As at 1st April 2023	15.00	0.66	2,264.77	69.19	2,349.63
Profit for the period	-	-	297.41	-	297.41
Other Comprehensive Income	-	-	-	10.24	10.24
As At 31st March 2024	15.00	0.66	2,562.18	79.43	2,657.28
As at 1st April 2024	15.00	0.66	2,562.18	79.43	2,657.28
Profit for the period	-	-	509.89	-	509.89
Other Comprehensive Income	-	-	-	15.99	15.99
As At 31st March 2025	15.00	0.66	3,072.07	95.42	3,183.16

NATURE AND PURPOSE OF RESERVES

1 Capital Incentive Reserve

Capital Incentive Reserve represents the amount of Government Grant received by the Company.

2 Capital Reserve

Capital Reserve represents the profit/(loss) on cancellation of forfeited shares of the Company.

3 Retained Earnings

Retained earnings is the amount of net income retained by the Company after it has paid out dividends (if any) to its shareholders.

4 Remeasurement of Defined Benefit Obligations

Remeasurements of the defined benefit plans comprises of actuarial gains and losses on calculation of defined benefit obligations and differences between the fair value of plan assets, return on plan assets and actual interest income on plan assets. These remeasurements are recognised in other comprehensive income and will not be reclassified to Statement of Profit and Loss.

NOTES TO THE FINANCIAL STATEMENTS FOR YEAR ENDED 31.03.2025

1 Background

Samrat Forgings Limited ("Company") is public limited company domiciled in India and is listed on the BSE Limited. The Company is one of the largest suppliers of quality forgings in the country and accredited with IATF 16949-2016 certification from one of the renowned international agency. The company has highly sophisticated specialized CNC machines and also supplying fully machined components to renowned OEM's.

2 Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation and presentation

(a) Statement of Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

(b) Basis of Measurement

The financial statements have been prepared on a historical cost convention on accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:-
i) Certain financial assets and liabilities measured at fair value (refer accounting policy 2.10 on financial instruments) ii) Defined benefit and other long-term employee benefits All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

(c) Use of estimates

The preparation of financial statements in conformity with Ind AS requires the Management to make estimate and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amount of revenue and expenses for the year and disclosures of contingent liabilities as at the Balance Sheet date. The estimates and assumptions used in the accompanying financial statements are based upon the Management's evaluation of the relevant facts and circumstances as at the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates, if any, are recognized in the year in which the estimates are revised and in any future years if the revision effects such periods.

Also key sources of estimation uncertainty is mentioned below:

(i) Useful lives of property, plant and equipment and intangible assets:

As described in the significant accounting policy, the Company reviews the estimated useful lives of property, plant and equipment and intangible assets at the end of each reporting period.

ii) The fair value measurements and valuation processes:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or liability, the Company uses market-observable data to the extent it is available. Where level 1 input are not available, the Company engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and

inputs, used in determining the fair value of various assets, liabilities are disclosed in notes to financial statements.

iii) **Actuarial valuation:**

The determination of Company's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognized in the statement of profit or loss and in other comprehensive income. Such valuation depend upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in notes to financial statements.

2.2 Property, Plant and Equipment & Capital Work-in Progress

- A)** Property, plant and equipment are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any. Direct costs are capitalized until the assets are ready for use and include inward freight, and expenses incidental to acquisition and installation. Subsequent expenditures related to an item of Property, plant and equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Depreciation methods, estimated useful lives

Depreciation on Property, plant and equipment is provided when the assets are ready for use on the straight line method, on a pro rata basis, over the estimated useful lives of assets, in order to reflect the period over which the depreciable asset is expected to be used by the Company. Depreciation on addition to property plant and equipment is provided on pro-rata basis from the date of acquisition. Depreciation on sale/deduction from property plant and equipment is provided up to the date preceding the date of sale, deduction as the case may be. Losses arising from the retirement of, and gains or losses arising from disposal of Property, plant and equipment measured as the difference between amount realized and net carrying value which are carried at cost are recognized in the Statement of Profit and Loss. under 'Other Income/ Other Expenses'. Depreciation methods, useful lives and residual values are reviewed periodically at each financial year end and adjusted prospectively, as change in accounting estimates. Estimated residual lives and residual value of the assets is given below.

i) Estimated Useful Lives:

Asset	Useful life
FACTORY BUILDING	30 Years
ADMINISTRATIVE BUILDING	30 Years
PLANT & MACHINERY	15 Years
FURNITURE & FIXTURE	10 Years
AIR CONDITIONERS	5 Years
COMPUTERS	3 Years
OFFICE EQUIPMENTS	5 Years
VEHICLES	8-10 Years

ii) Estimated residual value:

The Estimated residual value of assets other than Land is taken as 5% of its original cost. Depreciation is calculated on a pro-rata basis from the date of additions. On assets sold, discarded etc. during the year, depreciation is provided up to the date of sale/discard.

- B)** Capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost, less impairment losses if any.

2.3 Impairment of Financial Assets

At each Balance Sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, management estimates the recoverable amount. Recoverable amount is higher of an asset's net selling price and value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognized in the Profit and Loss Statement to the extent carrying amount exceeds recoverable amount. Assessment is also done at each Balance sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exists or may have decreased.

2.4 Employee Benefits

(a) Short Term Obligations

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized in the year during which the employee rendered the services. These benefits comprise compensated absences such as paid annual leave and performance incentives.

(b) Long Term Defined Benefit Obligation

Gratuity: The Company has defined benefit plans for post employment benefits in the form of gratuity for its employees in India. The gratuity scheme of the Company is administered through Life Insurance Corporation of India (LIC). Liability for defined benefit plans is provided on the basis of actuarial valuations, as at the Balance Sheet date, carried out by an independent actuary. The actuarial valuation method used by independent actuary for measuring the liability is the projected unit credit method. Actuarial gains and losses are recognized immediately in the Other Comprehensive Income (OCI) as income or expense (net of taxes).

Compensated absences: The employees of the Company are also entitled for other long-term benefit in the form of compensated absences as per the policy of the Company. Leave encashment vests with employees on an annual basis for leave balance above the upper limit as per the Company's policy. At the time of retirement, death while in employment or on termination of employment leave encashment vests equivalent to salary payable for number of days of accumulated leave balance subject to an upper limit as per the Company's policy. Liability for such benefit is provided on the basis of actuarial valuation, as at the Balance Sheet date, carried out by an independent actuary. The actuarial valuation method used by independent actuary for measuring the liability is the projected unit credit method. Actuarial gains and losses are recognized immediately in the Profit and Loss Statement as income or expense.

(c) Long Term Defined Contribution Plan

The Company has defined contribution plans for post employment benefits in the form of provident fund, employees' state insurance and Labour Welfare Fund which are administered through Government of India and/or Life Insurance Corporation of India (LIC).

2.5 Fair Value Measurement

The Company measures financial instruments, such as, investments at fair value at each Balance Sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability accessible to the Company. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:
- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The management determines the policies and procedures for both recurring fair value measurement and disclosure. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

2.6 Inventories

Inventories of Raw Material, Stores and Spares are valued at lower of cost (determined on weighted average basis) and net realisable value. Finished Goods are valued at weighted average cost / net realizable value whichever is less and all expenses attributable to production. Work-in-Progress is valued at estimated cost plus expenses attributable to production or net realizable value whichever is less. Tools Dies and Die Blocks are valued at cost less depreciation/estimated consumption. Scrap is valued at estimated net realisable value.

2.7 Taxes

Tax expense for the year comprises of current tax and deferred tax. Current tax is measured by the amount of tax expected to be paid to the taxation authorities on the taxable profits after considering tax allowances and exemptions and using applicable tax rates and laws.

(a) Current Income Tax

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid. Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognized amount and there is an intention to settle the asset and liability on a net basis.

(a) Deferred Tax

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction. Deferred income tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled. Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing the current tax and where the deferred tax assets and liabilities relate to taxes on income levied by the same governing taxation laws.

2.8 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

2.9 Provisions and contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities are disclosed 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 to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

A contingent liability recognized in a business combination is initially measured at its fair value. Subsequently, it is measured at the higher of the amount that would be recognized in accordance with the requirements for provisions above or the amount initially recognized less, when appropriate, cumulative amortization recognized in accordance with the requirements for revenue recognition.

2.10 Financial instruments

All financial instruments are recognized initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognized on trade date. While, loans and borrowings and payables are recognized net of directly attributable transaction costs.

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non derivative financial assets comprising amortized cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL) and non derivative financial liabilities at amortized cost or FVTPL. The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

(a) Non-derivative financial assets

(i) Financial assets at amortized cost

A financial asset is measured at amortized cost if both of the following conditions are met: (a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and (b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss. Amortized cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and noncurrent assets.

(ii) Financial assets at FVTPL

FVTPL is a residual category for financial assets. Any financial asset which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. In addition the Company may elect to designate the financial asset, which otherwise meets amortized cost or FVTOCI criteria, as FVTPL if doing so eliminates or significantly reduces a measurement or recognition inconsistency. The Company has not designated any financial asset as FVTPL.

(b) Non-derivative financial liabilities

i) Financial liabilities at amortized cost

Financial liabilities at amortized cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

(ii) Financial liabilities at FVTPL

Financial liabilities at FVTPL represented by contingent consideration (if any) are measured at fair value with all changes recognized in the statement of profit and loss.

2.11 Earnings per Share

Basic earnings per share (EPS) are calculated by dividing the net profit / (loss) after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed by adjusting the number of shares used for basic EPS with the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares.

Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The diluted potential equity shares have been adjusted for the proceeds receivable had the shares been actually issued at fair value i.e. average market value of outstanding shares.

The number of shares and potentially dilutive shares are adjusted for share splits and bonus shares, as appropriate. In calculating diluted earnings per share, the effects of anti dilutive potential equity shares are ignored. Potential equity shares are anti-dilutive when their conversion to equity shares would increase earnings per share or decrease loss per share.

2.12 Functional and presentation currency

The financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency.

2.13 Foreign currency translation

On initial recognition, all foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the date of the transaction. As at the reporting date, foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the Balance Sheet date and the exchange gains or losses are recognised in the Statement of Profit and Loss.

2.14 Revenue from contracts with customers

The Company has revenue from sale of products which includes finished goods and sale of services in the form of job work charges. The Company manufactures highly specialized forged and machined finished goods as per specification provided by the customers and based on the schedules from the customers. The Company recognizes revenue from sale of finished goods at a point in time based on the terms of the contract with customers which varies for each customer. Determination of point in time includes assessment of timing of transfer of significant risk and rewards of ownership, establishing the present right to receive payment for the products, delivery specifications included in company terms, timing of transfer of legal title of the asset and determination of the point of acceptance of goods by customer.

2.15 Rounding off Amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest Lakhs as permitted in Schedule III of the Act, unless otherwise stated.

Note 3 Property, Plant & Equipment

(Amount in INR Lakhs)

Samrat Forgings Limited

	Land	Building	Plant & Machinery	Building(Office Flat)	Furniture & Fixture	Office Equipment	Vehicle	Air Conditioner	Computer	Fire Fighting Equipments	Total
Gross carrying Amount											
Balance as at April 1, 2023	20.77	824.06	6,869.71	65.89	41.65	31.52	268.43	11.95	54.28	-	8,188.28
Additions	10.41	-	522.95	-	0.41	0.59	51.18	1.09	7.73	-	594.36
Disposals	-	-	-	-	-	-	(15.60)	(0.31)	-	-	(15.92)
Balance as at March 31, 2024	31.19	824.06	7,392.67	65.89	42.06	32.11	304.01	12.73	62.01	-	8,766.72
Additions	-	270.82	1,838.39	-	0.48	2.73	275.91	0.34	1.38	5.28	2,395.32
Disposals	-	-	(55.01)	-	-	-	-	-	-	-	(55.01)
Balance as at March 31, 2025	31.19	1,094.88	9,176.05	65.89	42.54	34.84	579.92	13.07	63.39	6.28	11,107.03
Accumulated Depreciation											
As at April 1, 2023	-	264.74	2,793.36	34.49	30.69	26.60	148.52	8.14	48.55	-	3,355.08
Depreciation charged for the year	-	22.72	286.81	1.95	1.29	1.37	26.38	0.32	3.20	-	344.05
Disposals	-	-	-	-	-	-	(14.82)	(0.30)	-	-	(15.12)
Balance as at March 31, 2024	-	287.47	3,080.17	36.43	31.98	27.97	160.08	8.16	51.75	-	3,684.01
Depreciation charged for the year	-	23.12	294.99	1.95	1.31	1.54	57.51	0.35	3.37	0.15	384.30
Disposals	-	-	(52.26)	-	-	-	-	-	-	-	(52.26)
Balance as at March 31, 2025	-	310.59	3,322.90	38.38	33.29	29.51	217.59	8.51	55.12	0.15	4,016.05
Net Carrying Amount											
As at March 31, 2025	31.19	784.29	5,853.14	27.51	9.25	5.32	362.33	4.56	8.27	5.13	7,090.98
As at March 31, 2024	31.19	596.60	4,312.49	29.46	10.09	4.14	143.93	4.57	10.26	-	5,082.72

Note (3)A Details of under capital work-in-progress as on 31.03.2025 is as under:

PARTICULARS	(Amount in INR Lakhs)				Total
	Building	Plant & Machinery			
Opening Balance of Capital Work in Progress as at 1st April 2023					
(+) Additions	99.38	339.30			339.30
(-) Transfers	-	1,912.23			2,011.61
(-) Disposals	-	(478.89)			(478.89)
Closing Balance of Capital Work in Progress as at 31st March 2024	99.38	1,772.63			1,872.02
(+) Additions	213.85	1,527.18			1,741.02
(-) Transfers	(270.82)	(1,700.08)			(1,970.90)
(-) Disposals	-	-			-
Closing Balance of Capital Work in Progress as at 31st March 2025	42.41	1,599.73			1,642.14

3(A)(i) Ageing for Capital Work-In-Progress balance as at March 31, 2025 is as follows : (Amount in INR Lakhs)

Particulars	Amount in CWIP for the period				Total
	less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	975.45	666.70	-	-	1,642.14
TOTAL	975.45	666.70	-	-	1,642.14

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 4 OTHER FINANCIAL ASSETS	As at 31.03.2025	As at 31.03.2024
(Unsecured, considered good, unless otherwise stated)		
Security Deposit	302.46	141.20
TOTAL	302.46	141.20

NOTE 5 INVENTORIES	As at 31.03.2025	As at 31.03.2024
(As per inventories taken, valued & certified by the management)		
Raw Materials	1,006.10	995.46
Work In Progress	3,456.88	2,777.87
Finished Goods	470.09	354.88
Stores & Spares	117.33	113.62
Tools & Dies	818.05	829.40
Scrap	10.51	28.06
TOTAL	5,878.95	5,099.30

** refer note on significant accounting policies for the valuation of inventories*

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 6	TRADE RECEIVABLES	As at 31.03.2025	As at 31.03.2024
(i)	Undisputed Trade receivables- considered good	2,387.85	2,105.03
	a) Less Than 6 Months	2,368.49	2,095.25
	b) 6 months - 1 Year	9.57	9.78
	c) 1- 2 Yrs	9.78	-
	d) 2-3 Yrs	-	-
	e) More Than 3 Yrs	-	-
(ii)	Undisputed Trade Receivables- Considered Doubtful	-	-
	a) Less Than 6 Months	-	-
	b) 6 months - 1 Year	-	-
	c) 1- 2 Yrs	-	-
	d) 2-3 Yrs	-	-
	e) More Than 3 Yrs	-	-
(iii)	Disputed Trade Receivables considered good	8.33	8.33
	a) Less Than 6 Months	-	-
	b) 6 months - 1 Year	-	-
	c) 1- 2 Yrs	-	-
	d) 2-3 Yrs	-	-
	e) More Than 3 Yrs	8.33	8.33
(iv)	Disputed Trade Receivables considered doubtful	-	-
	a) Less Than 6 Months	-	-
	b) 6 months - 1 Year	-	-
	c) 1- 2 Yrs	-	-
	d) 2-3 Yrs	-	-
	e) More Than 3 Yrs	-	-
	TOTAL	2,396.17	2,113.35

NOTE 7	CASH & CASH EQUIVALENTS	As at 31.03.2025	As at 31.03.2024
	Cash & Cash Equivalents		
	- Cash in Hand	0.60	0.45
	- Balance with Banks in Current Accounts	2.42	2.54
	TOTAL	3.02	2.99

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 8 OTHER BANK BALANCES		As at 31.03.2025	As at 31.03.2024
(a)	Fixed Deposits		
	Maturing within 12 Months	111.42	142.45
TOTAL		111.42	142.45

NOTE 9 OTHER FINANCIAL ASSETS		As at 31.03.2025	As at 31.03.2024
Considered Good			
	Interest accrued on deposits	4.23	3.47
TOTAL		4.23	3.47

NOTE 10 OTHER CURRENT ASSETS		As at 31.03.2025	As at 31.03.2024
(Unsecured considered good unless otherwise stated)			
	Advance for capital goods	326.58	176.24
Advances other than Capital Advances			
	Advance to Vendors	42.15	47.75
	Security Deposits	1.63	1.63
	Prepaid expenses	19.17	15.52
	Balance with Government Authorities	22.51	180.03
	Others	11.84	19.56
TOTAL		423.88	440.74

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE	11 EQUITY SHARE CAPITAL	As at 31.03.2025	As at 31.03.2024
A) AUTHORISED			
	10000000 Equity shares of Rs. 10/- each	1,000	1,000
B) ISSUED :			
	5000000 Equity Shares of Rs. 10/- each	500	500
C) ISSUED SUBSCRIBED & PAID UP			
	Fully called up and paid up.	500	500
		500	500
D) RIGHTS ATTACHED TO EQUITY SHARES :			
	i) Each Shareholder is entitled to one vote per share.		
	ii) Each Shareholder has the right in profit/surplus in proportion to amount paid up with respect to share holding.		
	iii) In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets, if any, in proportionate to their individual shareholding in the paid up equity capital of the company.		
E) DETAIL OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES			
		As at 31.03.2025	As at 31.03.2024
	No.of Shares held	No. of Shares held	
	1. Jandwani Poly Products Pvt Ltd	13,61,200	13,61,200
	2. Rakesh Mohan Kumar	11,80,100	11,80,100
	3. Susoka Enterprises Pvt. Ltd. (Formerly Natrajan Investments & Finance Pvt Ltd)	8,20,000	8,20,000
	4. Jitya Enterprises Pvt Ltd (Formerly Jay Dee Holdings Pvt Ltd)	2,80,000	2,80,000
	5. Prem Lal	4,99,699	4,99,699
F) RECONCILIATION OF NUMBER OF SHARES AND AMOUNT OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD:			
		No.of Shares	No. of Shares
	Subscribed and fully paid up Equity Shares:	As at 31.03.2025	As at 31.03.2024
	Opening Balance	50,00,000	50,00,000
	Closing Balance	50,00,000	50,00,000
	* There is no change in the number of shares outstanding at the beginning and at the end of the financial year.		

Samrat Forgings Limited

G) DETAILS OF SHAREHOLDING OF PROMOTERS

	Promoter Name	No. of Shares Held as on 31.03.2024	No. of Shares Held as on 31.03.2025	Percentage of Total Shares as on 31.03.2024	Percentage of Total Shares as on 31.03.2025	Percentage of Change During The Year*
1	Rakesh Mohan Kumar	11,80,100	11,80,100	23.60	23.60	-
2	Ritu Joshi	20	20	0.00	0.00	-
3	Bindu Chowdhary	20	20	0.00	0.00	-
4	Rajinder Nath Sood	10	10	0.00	0.00	-
5	Kiran Mohini Kumar	90,000	90,000	1.80	1.80	-
6	Jandwani Poly Products Pvt Ltd	13,61,200	13,61,200	27.22	27.22	-
7	Jitya Enterprises Pvt Ltd (Formerly Jay Dee Holdings Pvt Ltd)	2,80,000	2,80,000	5.60	5.60	-
8	Susoka Enterprises Pvt Ltd (Formerly Natrajan Investments And Finance Pvt Ltd)	8,20,000	8,20,000	16.40	16.40	-
9	Kanjam Enterprises Pvt. Ltd. (Formerly R Kumar Investment and Finance Pvt. Ltd.)	17,701	17,701	0.35	0.35	-
	TOTAL	37,49,051	37,49,051	74.98	74.98	-

*There is no change in promoters shareholding during the financial year 2024-25

(Amount in INR Lakhs)

NOTE 12 OTHER EQUITY	As at 31.03.2025	As at 31.03.2024
A) CAPITAL INCENTIVE		
State Capital Subsidy	15.00	15.00
B) PROFIT & LOSS ACCOUNT		
As Per Last Balance Sheet	2,562.18	2,264.77
Net Profit during the year	509.89	297.41
	3,072.07	2,562.18
C) CAPITAL RESERVE		
Forfeiture of Shares	0.66	0.66
D) OTHER RESERVE		
Remeasurement of Defined Benefit Obligation	95.42	79.43
Total (A+B+C+D)	3,183.15	2,657.28

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 13 LONG TERM BORROWINGS (AT AMORTIZED COST)	As at 31.03.2025	As at 31.03.2024
I. Secured		
A. LOANS & ADVANCES		
TERM LOANS FROM BANKS	3,030.36	2,601.63
(Secured against Hypothecation of respective vehicle under hire-purchase agreement / Machinery & personal guarantee of directors)		
TERM LOANS FROM OTHER PARTIES	701.92	539.39
From Non-Banking Financial Companies (Secured against hypothecation of respective Machinery/Vehicle and personal guarantee of directors)		
TOTAL SECURED LOANS	3,732.28	3,141.02
II. Unsecured		
LOAN & ADVANCES FROM RELATED PARTIES (Refer Note - 39C)	534.74	380.42
(From Promoters & Directors)		
OTHER LOANS & ADVANCES	361.93	281.50
(Against personal guarantee of directors)		
TOTAL UNSECURED LOANS	896.67	661.92
TOTAL LONG-TERM BORROWINGS	4,628.95	3,802.94

NOTE 14 LONG TERM PROVISIONS	As at 31.03.2025	As at 31.03.2024
Provision For Employees Benefit		
- Gratuity	89.45	99.94
- Leave Encashment	8.60	3.13
TOTAL	98.04	103.08

NOTE 15 DEFERRED TAX (NET)	As at 31.03.2025	As at 31.03.2024
A. Deferred Tax Liability	723.73	600.23
B. Deferred Tax Asset	122.82	110.49
C. MAT Credit Entitlement	154.11	107.62
Net Deferred Tax Liability (A-B-C)	446.80	382.12

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE	16 OTHER NON-CURRENT LIABILITIES	As at 31.03.2025	As at 31.03.2024
	Creditors for capital goods	166.57	52.80
	TOTAL	166.57	52.80

NOTE	17 SHORT TERM BORROWINGS (AT AMORTIZED COST)	As at 31.03.2025	As at 31.03.2024
I.	SECURED LOANS		
	A. LOANS REPAYABLE ON DEMAND FROM BANKS	2,877.74	2,843.02
	The Jammu & Kashmir Bank Ltd (Cash Credit facility) (Secured against hypothecation of stock in trade, Book Debts, Stores & Spares, Tools, Implements, Die Blocks. Further, the above loans are secured by the first mortgage of Land, Building and Machinery of the Company and personal guarantees of the Promotor Directors of the Company.)		
II.	UNSECURED LOANS		
	OTHER LOANS & ADVANCES	186.96	187.68
	(From National Small Industries Corporation Ltd.)		
III.	CURRENT MATURITIES OF LONG TERM DEBTS		
	Against Secured Loans	768.54	646.07
	Against Unsecured Loans	205.06	140.85
	TOTAL	4,038.29	3,817.62

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE	18	TRADE PAYABLES	As at 31.03.2025	As at 31.03.2024
		Sundry Creditors		
(i)		Total outstanding dues of Micro and Small Scale Industrial Enterprises	220.25	166.77
		Less Than 1 Year	220.25	166.77
		1-2 Years	-	-
		2-3 Years	-	-
		More than 3 Years	-	-
(ii)		Total outstanding dues of Creditors other than Micro and Small Scale Industrial Enterprises	3,967.57	3,068.92
		Less Than 1 Year	3,967.57	3,068.92
		1-2 Years	-	-
		2-3 Years	-	-
		More than 3 Years	-	-
(iii)		Total outstanding dues of Micro and Small Scale Industrial Enterprises - Disputed	-	-
		Less Than 1 Year	-	-
		1-2 Years	-	-
		2-3 Years	-	-
		More than 3 Years	-	-
(iv)		Total outstanding dues of Creditors other than Micro and Small Scale Industrial Enterprises- Disputed	-	-
		Less Than 1 Year	-	-
		1-2 Years	-	-
		2-3 Years	-	-
		More than 3 Years	-	-
		TOTAL	4,187.82	3,235.69

Samrat Forgings Limited

Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2025, is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Company.

(Amount in INR Lakhs)

	As at 31.03.2025	As at 31.03.2024
(a) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act:		
Principal	220.25	166.77
Interest	-	-
(b) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year:		
Principal	-	-
Interest	-	-
(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 MSMED Act.	-	-
(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 MSMED Act, 2006.	-	-

NOTE 19 OTHER FINANCIAL LIABILITIES	As at 31.03.2025	As at 31.03.2024
Expenses Payable	410.49	258.15
Interest accrued but not due on borrowings	10.46	8.61
Director Remuneration & Fee payable	5.18	22.42
TOTAL	426.13	289.18

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 20 CURRENT TAX LIABILITY (NET)	As at 31.03.2025	As at 31.03.2024
Current Tax Payable for the year	116.37	71.58
Less : Tax Paid during the year	(77.76)	(77.26)
TOTAL	38.62	(5.68)

NOTE 21 OTHER CURRENT LIABILITIES	As at 31.03.2025	As at 31.03.2024
Statutory Dues	78.87	28.27
Advance received from customers	27.87	5.48
TOTAL	106.73	33.75

NOTE 22 DETAIL OF REVENUE	As at 31.03.2025	As at 31.03.2024
FROM OPERATIONS		
Revenue from sale of products		
Gross Sales	19,085.90	16,172.93
Sale of Services		
Conversion/Job Work Charges	21.54	29.90
TOTAL	19,107.43	16,202.83

NOTE 23 OTHER INCOME	As at 31.03.2025	As at 31.03.2024
Interest Income	33.49	31.91
Other non-operative Income		
Duty Draw Back Received	6.08	17.42
Foreign Fluctuation Gain	-	14.13
Misc Income	21.05	8.89
Balance Written Off	0.19	18.96
TOTAL	60.81	91.31

NOTE 24 COST OF RAW MATERIAL CONSUMED	As at 31.03.2025	As at 31.03.2024
Opening Stock of Raw Materials	995.46	1,030.20
Add Purchases during the year	9,461.60	8,213.54
Less Closing Stock	1,006.10	995.46
TOTAL	9,450.96	8,248.27

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 25 CHANGES IN FINISHED GOODS, WIP, STOCK IN TRADE	As at 31.03.2025	As at 31.03.2024
Opening Stock		
Work In Progress	2,777.87	2,394.38
Finished Goods	354.88	269.04
Scrap	28.06	11.04
TOTAL 'A'	3,160.82	2,674.46
Closing Stock		
Work In Progress	3,456.88	2,777.87
Finished Goods Stock	470.09	354.88
Scrap	10.51	28.06
TOTAL 'B'	3,937.48	3,160.82
TOTAL (A - B)	(776.65)	(486.36)

NOTE 26 EMPLOYEE BENEFIT EXPENSES	As at 31.03.2025	As at 31.03.2024
Salaries & Wages	2,204.23	1,912.80
Remuneration to Director	144.00	128.00
Contribution to Provident Fund & Other Funds	54.62	52.34
Staff Welfare	79.93	67.77
Provident Fund - Director	0.22	0.22
Security Personnel Expenses	45.18	44.78
TOTAL	2,528.18	2,205.91

NOTE 27 FINANCE COST	As at 31.03.2025	As at 31.03.2024
Interest Expense		
Interest on Financial Liabilities other than Lease Liabilities	658.44	532.81
Interest on Lease Liabilities (Refer Note 30)	15.05	16.22
Other Borrowing Cost		
Bank Charges	33.80	50.89
TOTAL	707.29	599.93

NOTE 28 DEPRECIATION AND AMORTIZATION EXPENSE	As at 31.03.2025	As at 31.03.2024
Depreciation of Tangible Assets (Refer Note 3)	384.30	344.05
Depreciation of Right-of-use Assets (Refer Note 30)	20.61	20.61
TOTAL	404.91	364.66

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 29	OTHER EXPENSES	As at 31.03.2025	As at 31.03.2024
	Manufacturing Expenses		
	Power & Fuel	1,600.53	1,207.24
	Tools & Dies Consumed	90.43	77.94
	Stores & Consumables	2,774.32	2,403.93
	Production/Job Work Expenses	756.18	542.09
	Repair & Maintenance Machinery	230.16	202.58
	Total A	5,451.62	4,433.78
	Selling Expenses		
	Freight & Forwarding	203.73	159.21
	Business Promotion	19.28	20.21
	Rebates & Discounts	187.30	93.62
	R & M Vehicles (LCV)	73.05	56.08
	Total B	483.36	329.11
	Administrative & Other Expenses		
	Travelling & Conveyance		
	i) Directors	2.74	6.30
	ii) Others	21.19	15.62
	Professional & Legal Expenses	27.14	27.11
	Telephone & Postage	3.21	2.18
	Printing & Stationary	11.82	11.12
	Running & Maintenance-Vehicles	14.40	13.69
	Miscellaneous Expenses	5.85	4.47
	Repairs & Maintenance		
	R & M - Building	14.49	23.11
	R & M - General	7.16	5.89
	Subscription & Membership Fee	0.34	0.56
	Rates, Fee & Taxes	29.96	16.84
	Fines and Penalty	0.40	-
	Insurance	10.97	9.29
	Auditors' Remuneration		
	i) Statutory Audit Fee	1.50	1.50
	ii) Tax Audit Fee	0.50	-
	Advertisement	2.42	0.97
	Rent	21.09	7.11
	Sitting Fee	3.35	2.80
	Sundry Balances Written off	1.47	5.83
	CSR Contribution	-	15.83
	Foreign Fluctuation Loss	47.55	-
	Total C	227.55	170.22
	Grand Total (A+B+C)	6,162.53	4,933.11

NOTE 30 RIGHT OF USE ASSETS & LEASE LIABILITY

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.

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. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs. The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

A. Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

(Amount in INR Lakhs)

Particulars: Land	2024-25	2023-24
Opening Balance	288.60	288.60
Additions	-	-
Disposals	-	-
Original Cost as on 31st March 2025 (31st March 2024)	288.60	288.60
Accumulated Depreciation		
Opening Balance	103.07	82.46
Additions	20.61	20.61
Disposals	-	-
Acc. Depreciation as on 31st March 2025 (31st March 2024)	123.69	103.07
WDV of ROU Asset as on 31st March 2025 (31st March 2024)	164.91	185.53

Samrat Forgings Limited

B. Set out below are the carrying amounts of lease liabilities and the movements during the period: (Amount in INR Lakhs)

Particulars	2024-25	2023-24
Opening Balance	215.00	231.78
Add : Accretion of interest	15.05	16.22
Less : Payments	33.00	33.00
Balance as at 31st March 2025 (31st March 2024)	197.05	215.00
Current	19.21	17.95
Non Current	177.85	197.05
The effective interest rate for lease liabilities is 7%.		

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

Particulars	2024-25	2023-24
Depreciation expense of right-of-use assets	20.61	20.61
Interest expense on lease liabilities	15.05	16.22
Expense relating to short-term leases and low value leases (included in other expenses)	4.52	4.35
Total amount recognised in profit or loss	40.19	41.19

D. The Company had total cash outflows for leases of INR 37.52 lacs in March 31, 2025
There are no non-cash additions to right-of-use assets and lease liabilities .

E. The maturity analysis of lease liabilities based on contractual undiscounted payment is as follows :

Particulars	2024-25	2023-24
On Demand	-	-
0-12 months	33.00	33.00
1 - 5 years	165.00	165.00
More than 5 years	66.00	99.00
Total	264.00	297.00

NOTE 31 EMPLOYEE BENEFITS

A 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 etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

B Defined contribution plan

The Company makes contributions towards provident fund to a defined contribution retirement benefit plan for qualifying employees. Under the plan, the Company is required to contribute a specified percentage of payroll cost to the benefit plan to fund the benefits. Contribution paid for provident fund are recognised as expense for the year :

(Amount in INR Lakhs)

Particulars	As at 31.03.2025	As at 31.03.2024
Employer's contribution to provident fund/pension scheme	54.84	52.55

C Defined benefit plan

Gratuity (funded)

The employees' gratuity fund scheme is a defined benefit plan. The present value of the obligation is determined based on actuarial valuation using the projected unit credit method, which recognises each year of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972 (as amended). Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is a funded plan and the Company makes contributions to Life Insurance Corporation(LIC).

The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method. The plan assets are also managed by the Life Insurance Corporation (LIC).

D Compensated absences

The employees can carry-forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of the period in which the employees render the related service and are also not expected to be utilized wholly within twelve months after the end of such period, the benefit is classified as a long-term employee benefit.

The obligation in respect of compensated absences is provided on the basis of an actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to an additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan is based on the market yields as at the balance sheet date on Government securities, having maturity periods approximating to the terms of the related obligations. Actuarial gains and losses are recognized in other comprehensive income, net of taxes, for the period in which they occur.

To the extent the Company does not have an unconditional right to defer the utilization or encashment of the accumulated compensated absences, the liability determined based on actuarial valuation is considered to be a current liability.

Samrat Forgings Limited

(i) Components of Expense recognised		(Amount in INR Lakhs)	
Particulars	For Year Ended 31st March, 2025	For Year Ended 31st March, 2024	
Recognised in the Statement of Profit and Loss			
1 Current Service Cost	46.48	42.17	
2 Past Service Cost	-	-	
3 Net Interest Cost	10.54	11.32	
4 Actuarial Gain/Loss of obligations	(15.05)	(14.02)	
5 Actuarial Gain/Loss of Plan Assets	(0.36)	1.73	
6 Direct Benefit Payments	-	-	
7 Expected Return on Plan Assets	(3.65)	3.16	
8 Total Expense Recognised in Profit and Loss Account	37.96	38.04	
Re-measurements recognised in Other Comprehensive Income			
9 Return on plan assets (excluding amounts included in Net interest cost)	(1.16)	1.18	
10 Effect of changes in demographic assumptions	-	-	
11 Effect of changes in financial assumptions	-	-	
12 Changes in asset ceiling(excluding interest income)	-	-	
13 Effect of experience adjustments	(14.83)	(11.42)	
14 Total re-measurements included in Other Comprehensive Income	(15.99)	(10.24)	
15 Total defined benefit cost recognised in the Statement of Profit and Loss and Other Comprehensive Income (8+14)	21.97	27.80	

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(ii) Net Asset/(Liability) Recognised in Balance Sheet :

I Defined Benefit Obligation Liability (Amount in INR Lakhs)

Particulars	As at 31st March, 2025	As at 31st March, 2024
1 Present Value of DBO at the beginning of the year	251.45	233.95
2 Current Service Cost	46.48	42.17
3 Past Service Cost	-	-
4 Interest Cost	16.82	16.94
5 Remeasurement gains/(losses)		
a. Effect of changes in demographic assumptions	-	-
b. Effect of changes in financial assumptions	-	-
c. Changes in asset ceiling	-	-
(excluding interest income)		
d. Effect of experience adjustments	(14.83)	(11.42)
6 Curtailment Cost/ (Credits)	-	-
7 Settlement Cost/ (Credits)	-	-
8 Liabilities assumed in business combination	-	-
9 Actuarial Gain/Loss on Obligations	(15.05)	(14.02)
10 Effect of transfer In / (out)	-	-
11 Benefits Paid	(15.54)	(16.17)
12 Present Value of DBO at the end of the year (TOTAL I)	269.34	251.45

II Change in Fair Value of Assets

Particulars	As at 31st March, 2025	As at 31st March, 2024
1 Plan Assets at the beginning of the year	148.38	121.23
2 Asset acquired in Business Combination	-	-
3 Interest Income	9.93	8.78
4 Remeasurement Gains/ (Losses) on plan assets	1.52	(2.91)
5 Actual Company Contributions Benefits Paid	26.46	35.60
6 Benefits Paid	(15.00)	(14.32)
7 Effects of transfer In/(Out)	-	-
8 Plan Assets at the end of the year (TOTAL II)	171.29	148.38

Samrat Forgings Limited

Net Liability/(Asset)		(Amount in INR Lakhs)	
Particulars	As at 31st March, 2025	As at 31st March, 2024	
III Present Value of Defined Benefit Obligations (Total I)	269.34	251.45	
IV Fair Value of Plan Assets (Total II)	171.29	148.38	
Net Liability/(Asset) (III-IV)	98.04	103.07	

(iii) **The principal assumptions used in determining gratuity are:**

Mortality table - LIC

	Indian Assured Lives Mortality Indian Assured Lives Mortality(2012-14)	
	As at 31st March, 2025	As at March 31, 2024
Discount rate	6.69%	7.24%
Withdrawal Rate	10.00%	10.00%
Estimated rate of return on plan assets	6.69%	7.24%
Estimated future salary growth	5.96%	6.25%

(iv) **Risks associated with defined benefit plan**

Gratuity is a defined benefit plan and company 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 proportion. 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 all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very less as insurance companies have to follow regulatory guidelines.

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE	32 COMMITMENTS AND CONTINGENCIES	As at 31st March 2025	As at 31st March 2024
	Commitments :		
	Estimated value of contracts remaining to be executed on Capital Account and not provided for	961.55	723.22
	Contingent liabilities :		
(a)	Claims against companies not acknowledged as debt* * Includes claims from revenue departments and other claims	NIL	NIL
(b)	In respect of unassessed cases of Income Tax, Goods and Services Tax, Excise Duty & Service Tax and other pending litigation matters.	Undeterminable	Undeterminable

NOTE 33 IMPAIRMENT OF ASSETS

In terms of Ind AS 36 on impairment of assets, there was no impairment indicators exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognised during the year under review.

NOTE	34 DISCLOSURE AS PER IND AS-33 EARNING PER SHARE	As at 31st March 2025	As at 31st March 2024
	Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by weighted average number of equity shares outstanding during the year.		
	Profit attributable to the equity (in lakhs) holders of the Company	509.89	297.41
	Weighted average number of equity shares	50,00,000	50,00,000
	Basic earnings per share (Rs.) (Face value of Rs.10/- per share)	10.20	5.95

NOTE 35 DISCLOSURE AS PER IND AS-108 SEGMENT REPORTING

The Company operates in Single segment hence requirements of Ind AS 108 is not applicable to the same.

NOTE 36 REGROUPING OF FIGURES

The previous year figures have been recast/ regrouped whenever considered necessary to facilitate comparison with revised Schedule III.

NOTE 37 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

1 CAPITAL MANAGEMENT

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plan and other strategic investment plans. The funding requirements are primarily met through equity and operating cash flows generated. The Company aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to all its shareholders.

2. CATEGORIES OF FINANCIAL INSTRUMENTS

(Amount in INR Lakhs)

Particulars	Fair Value Hierarchy	As at March 31, 2025 Carrying Value	Fair Value	As at March 31, 2024 Carrying Value	Fair Value
A Financial Asset					
(i) Measured at Amortised Cost					
Non Current					
Security Deposits	3	302.46	302.46	141.20	141.20
Current					
Trade receivables	3	2,396.17	2,396.17	2,113.36	2,113.36
Cash & Cash Equivalents	3	3.02	3.02	2.99	2.99
Other Bank Balances	3	111.42	111.42	142.46	142.46
Other financial assets	3	4.23	4.23	3.47	3.47
Total Financial Assets		2,817.30	2,817.30	2,403.48	2,403.48
B Financial Liabilities					
(i) Measured at Amortised Cost					
Non Current					
Borrowings	3	4,628.95	4,628.95	3,802.94	3,802.94
Lease Liabilities	3	177.85	177.85	197.05	197.05
Current					
Borrowings	3	4,038.29	4,038.29	3,817.62	3,817.62
Trade Payables	3	4,187.82	4,187.82	3,288.49	3,288.49
Lease Liabilities	3	19.21	19.21	17.95	17.95
Other Financial Liabilities	3	426.13	426.13	289.17	289.17
Total Financial Liabilities		13,478.25	13,478.25	11,413.23	11,413.23

Fair Value Hierarchy

- Level 1** quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2** inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3** inputs for the asset or liability that are not based on observable market data (unobservable inputs).

3 Financial Risk Management Objectives

The activities of the Company expose it to a number of financial risks namely market risk, credit risk and liquidity risk. The Company seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance.

(i) Management of market risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings, investments and derivative financial instruments.

(ii) Management of Interest Rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

(iii) Management of Price risk:

Investments in unlisted equities and preference shares are susceptible to market price risk, arising from changes in availability of future free cash flow which may impact the return and value of the investments. The Company has no such investments

(iv) Management of currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company has no foreign currency trade receivables and is therefore not exposed to foreign exchange risk.

(v) Management of Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterpart to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, deposits and loans given, investments and balances at bank.

The Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. Expected credit loss is based on actual credit loss experienced and past trends based on the historical data.

The Company does not have any significant concentration of credit risk.

The average credit period on sales is 45 days. No interest is charged on overdue trade receivables.

The management has evaluated that there will be no credit loss in respect of Trade Receivables.

(vi) Management of liquidity risk:

Liquidity risk is the risk that the Company may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Company's objective is to maintain at all times, optimum levels of liquidity to meet its obligations. The Company closely monitors its liquidity position and has a robust cash management system in place.

Samrat Forgings Limited

(Amount in INR Lakhs)

NOTE 38 INCOME TAX EXPENSE	As at 31.03.2025	As at 31.03.2024
A Income Tax Expense		
Current Tax		
Current Tax on Profits for the Year	66.92	-
Adjustments for current tax of prior year	9.21	8.22
Deferred Tax		
Deferred Tax Charge/(Income)	111.17	123.20
Total Tax Expense	187.30	131.42
 B Reconciliation of Tax Expense and Accounting Profit Multiplied as per applicable Tax Rate for the year ended March 31, 2025 and March 31, 2024		
Accounting Profit Before Tax	697.19	428.83
Income Tax calculated on Accounting Profit	193.96	119.30
Tax Effect of :		
- Brought Forward Tax Losses	-	-
- Expense not allowed as per Income Tax Act	3.07	3.56
- Others	(9.72)	8.56
Income Tax Expense	187.30	131.42

NOTE 39 DISCLOSURE AS PER IND AS-24 RELATED PARTY

(A) List of Related Parties and Relationships:

1) Key Management Personnel

Mr. Rakesh M. Kumar, Managing Director
Mrs. Bindu Chowdhary, Non-Executive Director
Mrs. Ritu Joshi, Non-Executive Director
Mr. Ajay Arora, Non-Executive Independent Director*
Mr. Satish Sharma, Non-Executive Independent Director
Ms Niveta Sharma, Non-Executive Independent Director
Mrs. Amita Arora, Non-Executive Independent Director**
Mr. Sandeep Kumar, Company Secretary
Mr. A.P.S. Grover, Chief Financial Officer
*Resigned w.e.f. 21.08.2024
**Appointed w.e.f. 31.08.2024

2) Relative to Key Management Personnel

Mr. Siddharth Joshi

3) Shareholder holding 10% shares during previous F.Y.

Mr. Prem Lal

4) Entities in which Directors are interested

Jandwani Poly Products Pvt. Ltd.
Jitya Enterprises Pvt Ltd (Formerly known as Jay Dee Holdings Pvt Ltd)
Susoka Enterprises Pvt. Ltd (Formerly known as Natrajan Investments & Finance Pvt Ltd)
Samedha Enterprises Pvt Ltd (Formerly known as Gee Cee Investments and Finance Pvt. Ltd.)
Divyendu Enterprises Pvt Ltd (Formerly known as Alacrity Holdings Pvt. Ltd)
Kanjam Enterprises Pvt Ltd (Formerly known as R Kumar Investments and Finance Pvt Ltd)

Samrat Forgings Limited

(Amount in INR Lakhs)

(B) Related Party Transactions:		
	As at 31st March 2025	As at 31st March 2024
Remuneration to Key Managerial Personnel		
Mr. Rakesh M. Kumar (Managing Director)	144.22	128.22
Mr. A.P.S. Grover (Chief Financial Officer)	26.94	25.35
Mr. Sandeep Kumar (Company Secretary)	11.25	8.12
Total remuneration to key managerial personnel	182.40	161.68
Sitting Fees		
Mrs. Ritu Joshi, Non-Executive Director	0.65	0.55
Mrs. Bindu Chowdhary, Non-Executive Director	0.63	0.53
Mr. Ajay Arora, Non-Executive Independent Director	0.30	0.60
Ms. Niveta Sharma, Non-Executive Independent Director	0.83	0.68
Mr. Satish Sharma, Non-Executive Independent Director	0.65	0.45
Mrs. Amita Arora, Non Executive Independent Director	0.30	-
Interest Expense		
Jandwani Poly Products Pvt. Ltd.	18.68	16.76
Mr. Rakesh M. Kumar, Managing Director	3.45	1.99
Mrs. Bindu Chowdhary, Director	3.07	2.91
Remuneration		
Mr. Prem Lal	28.68	26.85
Rent		
Jandwani Poly Products Pvt. Ltd.	33.00	33.00
Professional Fee		
Mr. Siddharth Joshi	18.00	16.00
Loan Taken		
Mr. Rakesh M. Kumar (Managing Director)	85.00	0.00
Jandwani Poly Products Pvt. Ltd.	77.00	0.00
(C) Balance outstanding to related parties		
	As at 31st March 2025	As at 31st March 2024
Mr. Rakesh M. Kumar -Loan	123.01	34.90
Mrs. Bindu Chowdhary -Loan	53.93	51.17
Jandwani Poly Products Pvt. Ltd. -Loan	357.81	294.35
Jandwani Poly Products Pvt. Ltd. -Rent payable	2.97	27.21
Mr. Siddharth Joshi -Professional Fee payable	-	1.35

Samrat Forgings Limited

NOTE 40 DISCLOSURE OF RATIOS

PARTICULARS	As at 31.03.2025	As at 31.03.2024	Percentage Change	Reasons for more than 25% change
Current Ratio = Current Assets / Current Liabilities (Current Liabilities= Total current liabilities-Current maturity of Long term borrowings)	1.12	1.18	-4.88%	
Debt Equity Ratio =Total Debt / Total Equity	2.35	2.41	-2.50%	
Debt Service Coverage Ratio = EBITDA / (Interest + Principal Repayment)	1.16	1.00	15.86%	
Return on Equity Ratio = Profit After Tax / Shareholders' Equity	13.84%	9.42%	46.96%	Due to increase in Profit after tax
Inventory Turnover Ratio = Cost Of Goods Sold(Cost of material consumed+Purchases+Changes in Inventory+Manufacturing Expenses) / Average Inventory	2.91	2.86	1.89%	
Trade Receivables Turnover Ratio = Revenue From Operations / Average Trade Receivables	8.47	7.29	16.28%	
Trade Payables Turnover Ratio = Purchases / Average Trade Payables	3.32	3.46	-4.12%	
Net Capital Turnover Ratio = Revenue from Operations /Working Capital (Current Liabilities = Total current liabilities-Current maturity of Long term borrowings)	19.61	13.49	45.31%	Due to lower net working capital
Net Profit Ratio = Net Profit / Revenue from Operations	2.67%	1.84%	45.38%	Due to increase in Profit after tax
Return on Capital Employed = Profit Before Interest & Tax / Capital Employed	16.90%	14.78%	14.32%	
Return on Investment = Net Profit / Capital Employed	6.13%	4.27%	43.56%	Due to increase in Profit after tax

(A P S GROVER)
Chief Financial Officer

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(RITU JOSHI)
Director
DIN 01598873

AUDITORS' REPORT

As per our separate report of even date
FOR RATTAN KAUR & ASSOCIATES
Chartered Accountants
(Firm Regn. No.: 022513N)

Place: Derabassi
Date : 30/05/2025
UDIN: 25513530BMJONU1149

(RATTAN KAUR)
PARTNER
Membership No. 513530

Samrat Forgings Limited

CIN : L28910PB1981PLC056444



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