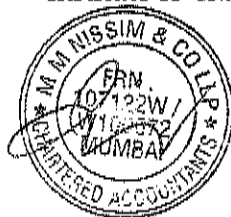


**INDEPENDENT AUDITOR'S EXAMINATION REPORT ON RESTATED CONSOLIDATED
FINANCIAL STATEMENT**

The Board of Directors
Gala Precision Engineering Limited
A-801, 8th Floor
Thane One DIL Complex
Ghodbunder Road Majiwade
Thane (West), Mumbai - 400 610
Maharashtra, India

Dear Sirs,

1. We M M Nissim & Co LLP, Chartered Accountants ("we", or "us") have examined the attached Restated Consolidated Financial Statement of **Gala Precision Engineering Limited** ("Company") and its subsidiaries (collectively referred to as 'the Group') which comprise of the Restated Ind AS Consolidated Statement of Assets and Liabilities as at 31 March 2024, 31 March 2023, and 31 March 2022, the Restated Ind AS Consolidated Statement of Profit and Loss (including Other Comprehensive Income, as applicable) and the Restated Ind AS Consolidated Statement of Cash Flows for each of the years ended 31 March 2024, 31 March 2023, and 31 March 2022 and the Restated Ind AS Consolidated Statement of Changes in Equity for each of the years ended 31 March 2024, 31 March 2023, and 31 March 2022 and the summary of material accounting policies, (collectively, the 'Restated Consolidated Financial Statement'), as approved by the Board of Directors of the Company at their meeting held on 1st August, 2024 for the purpose of inclusion in the Offer Documents prepared by the Company in connection with its proposed initial public offer of equity shares of face value of Rs. 10 each by way of fresh issue of equity shares and offer for sale by the selling shareholders of the Company (the "Offer") and is prepared in terms of the requirements of:
 - a) Section 26 of Part I of Chapter III of the Companies Act, 2013, as amended (the 'Act')
 - b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the 'ICDR Regulations'); and
 - c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ('ICAI') (the 'Guidance Note').



Management's Responsibility for the Restated Consolidated Financial Statements

2. The Company's Board of Directors is responsible for the preparation of the Restated Consolidated Financial Information for the purpose of inclusion in the RHP to be filed with Securities and Exchange Board of India, BSE Limited and National Stock Exchange of India Limited (collectively, the "Stock Exchanges") in connection with the IPO. The Restated Consolidated Financial Information have been prepared by the management of the Company on the basis of preparation stated in Annexure V to the Restated Consolidated Financial Information. The respective Board of Directors of the companies included in the Group are responsible for designing, implementing, and maintaining adequate internal control relevant to the preparation and presentation of the respective restated financial information, which have been used for the purpose of preparation of this Restated Consolidated Financial Information by the Board of Directors of the Company, as aforesaid. The respective Board of Directors are also responsible for identifying and ensuring that the Group / each company within the Group complies with the Act, the ICDR Regulations and the Guidance Note read with the SEBI Communication, as applicable.

Auditors' Responsibilities

3. We have examined the Restated Consolidated Financial Statement taking into consideration:

- a) The terms of reference and terms of our engagement agreed upon with you vide our engagement letter dated September 18, 2023 requesting us to carry out work on such Restated Ind AS Consolidated Statements, proposed to be included in the offer documents of the Company in connection with the proposed IPO of the Company;
- b) The guidance note. The guidance note also requires that we comply with the ethical requirements of code of ethics issued by the institute of Chartered Accountants of India
- c) Concepts of test checks & materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Ind AS Consolidated Financial Statement; and
- d) The requirement of Section 26 of the Act & the ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the ICDR Regulations and the Guidance Note read with the SEBI Communication, as applicable, in connection with the IPO.

Restated Consolidated Financial Statements

4. These Restated Consolidated Financial Statement have been compiled by the management from:

- a) the audited consolidated financial statements of the Group as at and for the year ended March 31, 2024 prepared in accordance with Indian Accounting Standards as prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, which were approved by the Board of Directors at their meetings held on June 12, 2024.
- b) the audited special purpose consolidated Ind AS financial statements of the Group as at and for the year ended March 31, 2023 and March 31, 2022 (the "Special Purpose Consolidated Ind AS Financial Statements") prepared in accordance with basis described in Annexure V of the Restated Consolidated Financial Information, which have been approved by the Board of Directors at their meeting held on November 30, 2023.



5. For the purpose of our examination, we have relied on:

- a. Auditor's report issued by us dated June 12, 2024 on the Consolidated Financial Statements of the Group as at and for the year ended March 31, 2024 as referred to in paragraph 4(a) above.
- b. Auditor's report issued by us dated November 30, 2023 on the Special Purpose Consolidated Ind AS Financial Statements of the Group as at and for the year ended March 31, 2023 and March 31, 2022 as referred in paragraph 4(c) above, which included an Emphasis of Matter paragraph as mentioned below:

Emphasis of Matter: "We draw attention to Note 1 to the special Purpose Consolidated Ind AS Financial Statements, which describes the purpose and basis of preparation. The Special Purpose Consolidated Ind AS Financial Statements have been prepared by the Company solely for the purpose of preparation of the restated consolidated financial information in relation to the proposed initial public offering of the Company. As a result, the Special Purpose Consolidated Ind AS Financial Statements may not be suitable for any another purpose. The Special Purpose Consolidated Ind AS Financial Statements cannot be referred to or distributed or included in any offering document or used for any other purpose except with our prior consent in writing. Our report is intended solely for the purpose of preparation of the restated consolidated financial information and to comply with SEBI Communication and is not to be used, referred to or distributed for any other purpose without our prior written consent. Our opinion is not modified in respect of this."

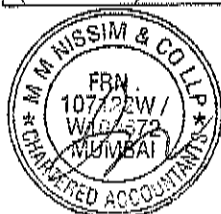
The statutory audits of the consolidated financial statements of the Group as at and for the years ended March 31, 2023 and March 31, 2022 prepared in accordance with the accounting standards notified under the section 133 of the Act ("Indian GAAP") (the "Statutory Consolidated Indian GAAP Financial Statements"), which were approved by Board at their meeting held on 12th June, 2023 and 10th July, 2022 respectively, were conducted by us.

6. As indicated in our audit reports referred in paragraphs 5(a) and 5(b) above

- a. we did not audit the financial statements of the subsidiary company located in India for each of the year ended March 31, 2024 and March 31, 2023 whose financial statements reflect total assets, total revenues and net cash flows included in the Consolidated Ind AS financial statements for the year is as tabulated below, which have been certificated by the management and our opinion on the Consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the accounts given by the Management.

(Amount in million)

Particulars	As at/ for the year ended March 31, 2024	As at/ for the year ended March 31, 2023
Total Assets	0.38	2.64
Total Revenue	1.43	-
Net Cash inflow/ (outflows)	(0.02)	(0.84)

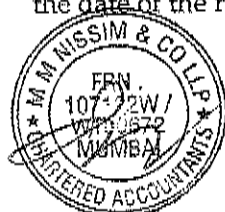


7. We did not audit financial statements / financial information of a subsidiary located outside India for each of the year ended 31 March 2024, 31 March 2023 and 31 March 2022 whose share of total assets, total revenues and net cash inflows / (outflows) included in Consolidated Ind AS Financial Statements, is tabulated below, which have been audited by other auditors under generally accepted auditing standards applicable in their respective country. The Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion on the Consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary located outside India, is based solely on the report of the other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

(Amount in million)

Particulars	As at / for the year ended March 31, 2024	As at/ for the year ended March 31, 2023	As at/ for the year ended March 31, 2022
Total Assets	1.27	86.94	83.95
Total Revenue	49.50	94.51	10.33
Net Cash inflow/ (outflows)	(1.42)	(0.18)	(1.20)

8. Based on our examination and according to the information and explanations given to us, we report that the Restated Consolidated Financial Information:
- have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the years ended March 31, 2023, and 2022 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed by the Group as at and for the year ended March 31, 2024, to the extent applicable;
 - do not require any adjustment for modification as there is no modification in the underlying audit reports; and
 - have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note read with the SEBI Communication, as applicable.
9. The Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the reports on the Restated Consolidated Ind AS Financial Statements, Special Purpose Consolidated Ind AS Financial Statements, Statutory Consolidated Indian GAAP Financial Statements as at and for the years ended March 31, 2024, March 31, 2023, and March 31, 2022 mentioned in paragraph 4 above.
10. This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
11. We have no responsibility to update our report for events and circumstances occurring after the date of the report.

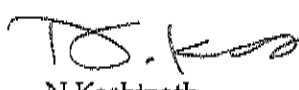


12. Our report is intended solely for use of the Board of Directors for inclusion in the UDRHP/RHP to be filed with Securities and Exchange Board of India, BSE Limited and National Stock Exchange of India Limited (collectively, the "Stock Exchanges") in connection with the proposed IPO. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For M M Nissim & Co LLP

Chartered Accountants

(FRNo:107122W/W100672)


N Kashinath
Partner



Membership No: 036490

UDIN: 24036490BKGTTT7238

Date: 1st August, 2024

Place: Mumbai

GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE I: RESTATED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

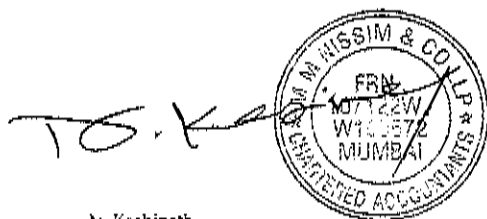
(Rupees in Million)

Particulars	Note	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	2 (a)	412.71	381.54	383.52
Right of use assets	2 (b)	45.23	49.67	11.10
Capital Work-in-Progress	2 (c)	32.30	12.90	1.26
Goodwill		-	0.07	-
Other Intangible Assets	3 (a)	185.99	176.80	168.37
Intangible assets under development	3 (b)	33.34	34.55	29.33
Financial Assets:				
- Other financial assets	4	11.12	8.98	6.11
Non-Current Tax assets (net)		7.22	10.89	1.31
Other non-current assets	5	15.47	6.91	4.44
Current Assets				
Inventories	6	576.50	557.37	497.23
Financial Assets:				
- Trade Receivables	7	462.68	298.63	254.57
- Cash and cash equivalents	8	13.83	5.34	5.29
- Bank balances other than cash and cash equivalents	9	27.17	114.69	21.42
- Loans	10	1.22	6.26	2.99
- Others financial assets	4	17.47	4.03	20.96
Other current assets	5	37.40	34.43	48.27
TOTAL ASSETS		1,886.85	1,703.86	1,456.17
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	11	101.11	25.24	25.28
Other Equity	12	946.74	811.27	567.88
Non Controlling Interest	12	(3.37)	0.03	-
Total Equity		1,044.48	836.54	593.16
LIABILITIES				
Non-Current Liabilities				
Financial Liabilities				
- Borrowings	13	92.06	204.99	237.74
- Lease Liabilities		11.43	14.89	-
Provisions	14	52.56	45.99	39.64
Deferred Tax Liabilities (Net)	15	9.28	36.94	21.13
Current Liabilities				
Financial Liabilities				
- Borrowings	13	458.22	380.99	331.18
- Lease Liabilities		3.45	2.90	-
- Trade Payables				
(A) total outstanding dues of micro & small enterprises	16	3.28	6.75	3.14
(B) total outstanding dues other than micro & small enterp	16	153.42	74.33	134.86
- Other Financial Liabilities	17	63.67	84.33	56.91
Other Current Liabilities	18	10.02	8.99	11.51
Provisions	14	4.98	6.16	9.98
Current Tax Liabilities (Net)		-	0.05	16.92
Total Liabilities		842.37	867.31	863.01
TOTAL EQUITY AND LIABILITIES		1,886.85	1,703.86	1,456.17

The above Annexure should be read with the Restated Consolidated Statement of Operating Profit appearing in Annexure IIA, the the Basis of Preparation and Material Accounting Policies appearing in Annexure V, Notes to the Restated Consolidated Financial Information appearing in Annexure VI.

As per our report of even date attached.

For M.M.Nissim & Co LLP
Chartered Accountants
Firm Reg.No. 167122W / W100672



N. Kashinath
Partner
Membership No. 674196
Mumbai, 1st August, 2024

For and on behalf of the Board of Directors

Kirit V. Gala
Chairman and Managing Director
DIN : 01540574

S. G. Gidhan
Chief Financial Officer
Mumbai, 1st August, 2024

Balkishan S. Jalan
Whole Time Director
DIN : 02876573

Pooja Latha
Company Secretary
Mumbai, 1st August, 2024

GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE II - RESTATED CONSOLIDATED STATEMENT OF PROFIT AND LOSS

(Rupees in Million)

Particulars	Note	Year Ended 31 March 2024	Year Ended 31 March 2023	Year ended 31 March 2022
I INCOME				
Revenue from Operations	19	2,025.45	1,654.65	1,452.77
Other Income	20	18.32	16.17	26.86
TOTAL INCOME		2,043.77	1,670.82	1,479.63
II EXPENSES				
Cost of materials consumed	21	900.30	713.64	690.81
Changes in inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	22	(72.83)	(45.75)	(8.88)
Employee Benefits expense	23	247.75	232.30	215.12
Finance Costs	24	61.40	51.60	48.62
Depreciation and Amortisation expense	25	68.62	60.83	62.61
Other Expenses	26	562.66	481.22	449.07
TOTAL EXPENSES		1,767.90	1,493.94	1,367.35
III PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		275.87	176.98	112.28
IV ADD: EXCEPTIONAL ITEMS	27	(23.09)	97.59	-
V PROFIT BEFORE TAX AND AFTER EXCEPTIONAL ITEMS		252.78	274.57	112.28
VI TAX EXPENSE				
- Current tax		54.09	30.00	32.50
- Deferred tax		(28.42)	(6.18)	1.46
- Tax adjustments of earlier years		7.19	8.63	12.01
TOTAL TAX EXPENSE		32.86	32.45	45.97
NON-CONTROLLING INTEREST		(3.40)	-	-
VII PROFIT FOR THE YEAR		223.32	242.12	66.31
VIII Profit before tax and after exceptional items for the year from continuing operations		260.02	258.08	112.28
IX Tax expense of continuing operations		34.71	32.45	45.97
X Profit for the year from continuing operations		225.32	225.63	66.31
XI Profit/ (Loss) before tax for the year from discontinuing operations		(3.85)	16.49	-
XII Tax expense of discontinuing operations		1.85	-	-
XIII Profit for the year from discontinuing operations		(2.00)	16.49	-
XIV PROFIT FOR THE YEAR FROM CONTINUING AND DISCONTINUING OPERATIONS		223.32	242.12	66.31
XV OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to Profit or Loss				
Remeasurements of Defined benefit plans		0.67	2.88	(0.29)
Income Tax relating to items that will not be reclassified to Profit or Loss		(0.17)	(0.72)	0.09
Items that will be reclassified to Profit or Loss				
Exchange differences in translating the financial statements of foreign operations		4.36	0.08	(3.01)
TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		4.86	2.24	(3.21)
XVI TOTAL COMPREHENSIVE INCOME FOR THE YEAR		228.18	244.36	63.10
XVII EARNINGS PER EQUITY SHARE FOR CONTINUING OPERATIONS	32 (a)(i)			
Basic (in Rs.)		22.28*	22.34*	6.56
Diluted (in Rs.)		21.97*	21.96*	6.44



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE II - RESTATED CONSOLIDATED STATEMENT OF PROFIT AND LOSS

(Rupees in Million)

Particulars	Note	Year Ended 31 March 2024	Year Ended 31 March 2023	Year ended 31 March 2022
EARNINGS PER EQUITY SHARE FOR DISCONTINUING OPERATIONS				
XVIII Basic (in Rs.)	32 (a)(ii)	(0.20)	1.63	-
Diluted (in Rs.)		(0.19)	1.60	-
EARNINGS PER EQUITY SHARE FOR CONTINUING & DISCONTINUING OPERATIONS INCLUDING EXCEPTIONAL ITEMS	32 (a)(iii)			
XIX Basic (in Rs.)		22.09	23.98	6.56
Diluted (in Rs.)		21.77	23.56	6.44
* EPS Number including exceptional items				

The above Annexure should be read with the Restated Consolidated Statement of Operating Profit appearing in Annexure IIA, the the Basis of Preparation and Material Accounting Policies appearing in Annexure V, Notes to the Restated Consolidated Financial Information appearing in Annexure VI.

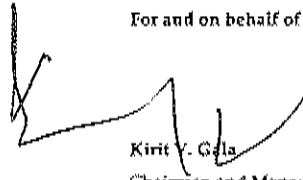
As per our report of even date attached.

For M.M.Nissim & Co LLP
Chartered Accountants
Firm Reg.No. 107122W / W100672

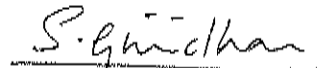


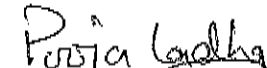
N. Kashinath
Partner
Membership No. 036490
Mumbai, 1st August, 2024

For and on behalf of the board


Kiritt V. Gala
Chairman and Managing Director
DIN : 01540274


Balkishan S. Jalan
Whole Time Director
DIN : 02876873


S. Giridhar
Chief Financial Officer
Mumbai, 1st August, 2024


Pooja Ladha
Company Secretary
Mumbai, 1st August, 2024

GALA PRECISION ENGINEERING LIMITED
ANNEXURE II (A) - RESTATED CONSOLIDATED STATEMENT OF OPERATING PROFIT

Average operating profit in accordance with Regulation 6(1) (b) of the ICDR Regulations to undertake the Issue as follows:

(Amount in Million)			
Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year ended 31 March 2022
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	228.18	244.36	63.11
Add: Taxes	32.86	32.45	45.91
Add: Finance Cost	61.40	51.60	48.61
Less: Exceptional Income	23.09	(97.59)	-
Less: Other Income	(18.32)	(16.17)	(26.86)
Less: Remeasurement of defined benefit plans	(4.86)	(2.24)	3.21
EARNINGS BEFORE INTEREST AND TAX (A)	322.35	212.41	134.01
Add: Items in other income that form part of Operating Income			
Discount on forward contracts	9.43	10.33	9.51
(B)	9.43	10.33	9.51
Add: Items in other expenses considered as non-operating expenses			
Loss on Sale of Asset	2.52	-	4.41
Intangible Assets written off	-	-	19.01
Share of Non Controlling Interest	3.40	-	-
(C)	5.92	-	23.42
OPERATING PROFIT (A+B+C)	337.71	222.74	167.01
AVERAGE OPERATING PROFIT			242.48

Note:
The net profit arising from the normal operations and activities of the enterprise without taking account of extraneous transactions and expenses of purely financial nature.

The above annexure forms part of the Restated Financial Statements.

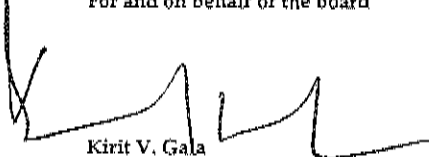
This is the Consolidated Statement of Profit and Loss referred to in our report of even date

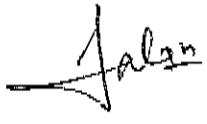
For M.M.Nissim & Co LLP


Chartered Accountants

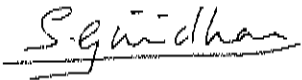
Firm Reg.No. 107122W / W100672


For and on behalf of the board


Kirit V. Gala
Chairman and Managing Director
DIN : 01540274


Balkishan S. Jalan
Whole Time Director
DIN : 02876873


N. Kashinath
Partner
Membership No. 036490
Mumbai, 1st August, 2024

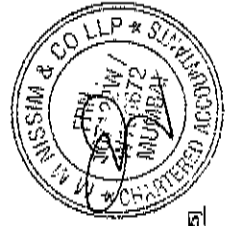

S. Giridhar
Chief Financial Officer
Mumbai, 1st August, 2024


Pooja Ladha
Company Secretary
Mumbai, 1st August, 2024



GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE III- RESTATED CONSOLIDATED STATEMENT OF CASH FLOWS

Particulars	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
(Rupees in Million)			
A. CASH FLOW FROM OPERATING ACTIVITIES:			
NET PROFIT BEFORE TAX	252.78	274.57	112.28
Adjustment for:			
Depreciation	68.62	60.83	62.61
Unrealised Exchange (Gain) / Loss	(7.88)	15.88	10.11
Write off Inventory	21.65		
Finance Cost (including fair value change in financial instruments)	61.40	51.60	48.62
Interest Income	(6.06)	(9.58)	(1.89)
Bad Debts	0.98	1.17	4.43
Impairment of financial assets	0.02	0.02	
Provision for doubtful debts	2.30	-	0.23
Profit on Sale of Property, Plant & Equipment	-	(67.59)	-
Loss / (Gain) on Sale / Disposal of PPE	2.52	(0.31)	4.40
Intangible Assets written off	-	-	19.05
Fair Value changes in Financial Assets	(0.15)	(0.07)	-
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	390.16	331.11	260.64
Trade receivables	(165.40)	(62.08)	(56.68)
Other Financial assets	(15.33)	14.52	3.93
Other Non Current Assets	(0.43)	(0.61)	-
Other Current Assets	(2.97)	13.84	(14.39)
Inventories	(42.50)	(60.34)	(101.97)
Trade Payable	55.62	(56.92)	33.46
Provisions	6.06	(0.35)	4.29
Other Current Financial Liabilities	(20.66)	27.42	5.17
Other Liabilities	1.03	(2.52)	0.15
CASH GENERATED FROM OPERATIONS	213.50	294.07	134.59
Direct Taxes paid	(57.04)	(43.86)	(38.65)
NET CASH FROM OPERATING ACTIVITIES	156.46	160.21	115.94
B. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of PPE	(107.45)	(98.61)	(68.81)
Capital Work in Progress And Capital Advance	(22.49)	(18.39)	3.04
Proceeds from Sale of ROU Asset	-	70.59	-
Proceeds from sale of PPE	1.57	6.49	1.05
Loans (Financial assets)	5.04	(3.27)	1.49
Deposits/Balances with Banks	87.52	(93.28)	(4.04)
Interest Income	5.89	4.51	1.03
NET CASH USED IN INVESTING ACTIVITIES	(29.92)	(123.95)	(66.25)
C. CASH FLOW FROM FINANCING ACTIVITIES			
(Repayments) / Proceeds from Working Capital Facilities (Net)	61.52	48.31	46.69
(Repayments) of Term Loans	(37.38)	(67.04)	(85.31)
Proceeds from Term Loans	40.88	34.81	18.26
Repayment of Unsecured Loan	(78.51)	-	-
Repayment from Inter Corporate Deposit	(22.50)	-	-
Payment of Lease Liabilities	(2.91)	(1.32)	-
Payment for acquisition of control in subsidiary	-	(0.96)	-
Change in share of Non Controlling interest	(1.36)	-	-
Initial Public Offer Expenses	(18.33)	-	-
Interest paid	(59.46)	(51.09)	(48.89)
NET CASH FROM FINANCING ACTIVITIES	(118.05)	(36.23)	(69.25)



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE III- RESTATED CONSOLIDATED STATEMENT OF CASH FLOWS

	(Rupees in Millions)		
	2024	2023	2022
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	8.49	0.04	(19.56)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE FINANCIAL YEAR	5.34	5.29	24.84
- Cash and cash Equivalents	5.34	5.29	24.84
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL YEAR	13.83	5.34	5.29
- Cash and cash Equivalents	13.83	5.34	5.29

Note to Cash Flow Statement:

- The above Cash Flow Statement has been prepared under the Indirect Method.
- Reconciliation of Financing Liabilities (Refer Note 13)

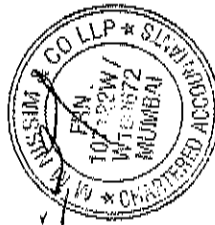
	2024	2023	2022
Opening Balance	585.28	568.22	598.58
Cash flow movements			
Cash inflow/(outflow) of non-current borrowings	(97.51)	(32.24)	(67.05)
Cash inflow/(outflow) of current borrowings	61.52	49.31	46.69
Closing Balance	549.30	585.29	568.22

The above Annexure should be read with the Restated Consolidated Statement of Operating Profit appearing in Annexure IIA, the Basis of Preparation and Material Accounting Policies appearing in Annexure V. Notes to the Restated Consolidated Financial Information appearing in Annexure VI.

This is the Consolidated Statement of Cash Flows referred to in our report of even date

For and on behalf of the Board of Directors

For M.M.Nissim & Co LLP
Chartered Accountants
Firm Reg No. 107123W / W100672



N. Kashinath
Partner
Membership No. 056490
Mumbai, 1st August, 2024

Kirti V. Galg
Chairman and Managing Director
DIN : 01540274

Balkrishan S. Jalan
Whole Time Director
DIN : 02876873

Pooja Ladha
Company Secretary
Mumbai, 1st August, 2024

GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE IV - RESTATED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (SOCE)

(Rupees in Million)

EQUITY SHARE CAPITAL

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
	Amount	Amount	Amount
Authorized Share Capital	180.00	110.00	110.00
Issued Equity Share Capital	25.28	25.28	25.28
Subscribed Equity Share Capital	25.28	25.28	25.28
Fully Paid-up Equity Share Capital	25.28	25.28	25.28
Balance at the beginning of the year	25.24	25.28	25.28
Changes in equity share capital due to prior period errors	-	-	-
Restated Balance as at the beginning of the year	25.24	25.28	25.28
Changes in equity share capital during the year	-	-	-
Bonus shares issued during the period	26.83	-	-
Add: Cross holding shares sold*	0.04	-	-
Less: Inter-group Elimination*	-	0.04	-
Balance at the end of the reporting year	101.11	25.24	25.28

OTHER EQUITY	Reserves and Surplus					Other Comprehensive Income	TOTAL	Non Controlling Interest
	Securities Premium	Capital Redemption Reserve	Retained Earnings	Re-measurements of Defined Benefit Plans	Foreign currency translation reserve			
Restated Balance as at 31st March 2021	337.34	15.00	117.09	(0.96)	36.42	504.80	-	-
Profit for the Year ending 31st March 2022	-	-	66.31	-	-	66.31	-	-
Other Comprehensive Income for the Year ending 31st March 2022	-	-	-	(0.21)	(3.01)	(3.22)	-	-
Total Comprehensive Income for the year	-	-	66.31	(0.21)	(3.01)	63.09	-	-
Balance as at 31st March 2022	337.34	15.00	183.40	(1.16)	33.41	567.98	-	-
Profit for the year ending 31st March 2023	-	-	242.12	-	-	242.12	-	-
Other Comprehensive Income for the year ending 31st March 2023	-	-	-	2.16	0.08	2.24	-	-
Share of Subsidiary in Reserves	-	-	(0.47)	-	-	(0.47)	-	0.21
Share of Non Controlling Interest	-	-	-	-	-	-	-	(0.18)
Total Comprehensive Income for the year	-	-	241.65	2.16	0.08	243.89	-	0.03
Balance as at 31st March 2023	337.34	15.00	424.55	1.00	33.49	811.27	-	0.03
Profit for the year ending 31st March 2024	-	-	223.32	-	-	223.32	-	-
Other Comprehensive Income for the period ending 31st March 2024	-	-	-	0.50	4.36	4.86	-	-
Share of Non Controlling Interest	-	-	-	-	-	-	-	(3.40)
Total Comprehensive Income for the period	-	-	223.32	0.50	4.36	228.18	-	(3.40)
Balance as at 31st March 2024	337.34	15.00	647.87	1.50	37.85	1,039.47	-	(3.37)
Transactions with owners in their capacity as owners:								
Others*	1.43	-	-	-	-	1.43	-	-
Issue of Bonus Shares	(60.64)	(15.00)	-	-	-	(75.64)	-	-
Initial Public Offer expenses	-	-	(18.33)	-	-	(18.33)	-	-
Balance as at 31st March 2024	277.84	-	629.54	1.50	37.85	946.74	-	(3.37)

*3,500 Shares of holding company held by subsidiary has been transferred during the year resulting in gain of Rs. 1.43 Million

The above Annexure should be read with the Restated Consolidated Statement of Operating Profit appearing in Annexure IIA, the the Basis of Preparation and Material Accounting Policies appearing in Annexure V, Notes to the Restated Consolidated Financial Information appearing in Annexure VI.

As per our report of even date attached,

For M.M.Nissim & Co LLP
Chartered Accountants
Firm Reg.No. 107122W / W100672



N. Kashinath
Partner
Membership No. 046190
Mumbai, 1st August, 2024

For and on behalf of the Board of Directors

Kirti V. Gala
Chairman and Managing Director
DIN: 01540274

S. Giridhar
Chief Financial Officer
Mumbai, 1st August, 2024

Jalan

Balkishan S. Jalan
Whole Time Director
DIN : 02876673

Pooja Ladha

Pooja Ladha
Company Secretary
Mumbai, 1st August, 2024

GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Note 1 : Material Accounting Policies

A General Information

Gala Precision Engineering Limited (the 'Company')(formerly known as Gala Precision Engineering Private Limited) is a public limited Company and domiciled in India and is incorporated under the provisions of the Companies Act with its registered office located at A-801, 8th Floor, Thane One DIL Complex, Ghodbunder Road Majiwade, Thane. The group is engaged in the manufacturing and selling of Springs, Parts, Fasteners and Assemblies with its manufacturing facilities located at Plot No. 295, Village Vadavali at Post Met, Musarne Road, Bhiwandi - Wada Highway, Taluka Wada, Palghar, Maharashtra

This Restated Consolidated Financial Information comprises of Gala Precision Engineering Limited ("Holding Company") and its subsidiaries (collectively referred to as 'the Group')

The Restated Consolidated Financial Information was approved for issue in accordance with a resolution of the Board on 1st August, 2024

B Basis of preparation of Restated Consolidated Financial Information

The Restated Consolidated Financial Information of Gala Precision Engineering Limited ("Holding Company") and its subsidiaries (collectively referred to as 'the Group') comprises of the Restated Consolidated Statement of Assets and Liabilities as at 31 March, 2024, 31 March 2023, and 31 March 2022, the Restated Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Statement of Cash Flows and the Restated Consolidated Statement of Changes in Equity for years ended 31 March, 2024, 31 March 2023, and 31 March 2022 and the Financial Statement of Significant Accounting Policies and explanatory notes and notes to Restated Consolidated Financial Information (collectively, the 'Restated Consolidated Financial Information').

These Restated Consolidated Financial Information have been prepared by the Management of the Holding Company in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended from time to time, issued by the Securities and Exchange Board of India ('SEBI') on 11 September 2018, in pursuance of the Securities and Exchange Board of India Act, 1992 ("ICDR Regulations") for the purpose of inclusion in the Draft Red Herring Prospectus ("DRHP") and the Prospectus ("Prospectus"), (RHP and Prospectus, collectively the "Offer Documents") prepared by the Holding Company in connection with its proposed Initial Public Offer ("IPO") in terms of the requirements of:

- a) Section 26 of Part I of Chapter III of the Companies Act, 2013, as amended ("the Act");
- b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"); and
- c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (ICAI), as amended (the "Guidance Note") from time to time.

These Restated Consolidated Financial Information have been compiled by the Management from:

- a) the audited consolidated financial statements of the Group as at and for year ended March 31, 2024 prepared in accordance with accounting principles stated in Ind AS and accounting policies mentioned in subsequent paragraphs, which have been approved by the Board of Directors at their meeting held on 12th June, 2024
- b) The audited special purpose consolidated Ind AS financial statements of the Group as at and for the year ended March 31, 2023 and March 31, 2022 (the "Special Purpose Consolidated Ind AS Financial Statements") prepared in accordance with accounting principles stated in Ind AS and accounting policies mentioned in subsequent paragraphs, which have been approved by the Board of Directors at their meeting held on 30th November 2023.

The Special Purpose Consolidated Ind AS Financial Statements have been prepared by making Ind AS adjustments to the audited consolidated financial statements of the Group as at and for the year ended March 31, 2023, March 31, 2022 prepared in accordance with the Indian GAAP, which have been approved by the Board of Directors at their meeting held on 12th June, 2023, and 10th July 2022 respectively (the "Statutory Consolidated Indian GAAP Financial Statements")



GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Special Purpose Consolidated Ind AS Financial Statements have been prepared solely for the purpose of preparation of Restated Consolidated Financial Information for inclusion in DRHP in relation to the proposed IPO, which requires financial statements of all the periods included, to be presented under Ind AS. As such, Special Purpose Consolidated Ind AS Financial Statements are not suitable for any other purpose other than for the purpose of preparation of Restated Consolidated Financial Information and are also not financial statements prepared pursuant to any requirements under section 129 of the Act.

These Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the board meeting for adoption of the audited consolidated interim financial statements/special purpose audited consolidated financial statements mentioned above

The Restated Consolidated Financial Information have been prepared so as to contain information / disclosures and incorporating adjustments set out below in accordance with the ICDR Regulations

a) have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the financial years ended March 31, 2023, March 31, 2022 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the year ended March 31, 2024, as applicable;

b) do not contain any qualifications requiring adjustments; and

b) have been prepared in accordance with the Companies Act 2013, ICDR Regulations and the Guidance Note

The Consolidated Financial Statements are presented in Indian Rupee (INR) which is also Functional Currency of the Holding Company and all values are rounded to the nearest Million except when otherwise indicated.

The group reclassifies comparative amounts, unless impracticable and whenever the group changes the presentation or classification of items in its Financial Statements materially. No such material reclassification has been made during the year.

C Basis of Consolidation

The Consolidated Financial Statements comprise of the Financial Statements of the Holding Company and the following Subsidiaries as on March 31st, 2024:

Name of Company	Country of Incorporation	Proportion of Ownership
1. Gala Springs LLP -	India	- 92% (w.e.f 31.03.2023)
2. Gala Precision Components (Shanghai) Private Limited -	China	- 100% (upto 30.03.2023)
3. Gala Precision Components (Shanghai) Private Limited -	China	- 92% (w.e.f 31.03.2023) (Step Down Subsidiary)

The Consolidated Financial Statements comprise the Financial Statements of the Holding Company and its Subsidiaries as at 31st March 2024. Control is achieved when the Holding Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Holding Company controls an investee if and only if the Holding Company has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Holding Company has less than a majority of the voting or similar rights of an investee, the Holding Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Holding Company's voting rights and potential voting rights
- The size of the Holding Company's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

The Holding Company re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a Subsidiary begins when the Holding Company obtains control over the Subsidiary and ceases when the Holding Company loses control of the Subsidiary. Assets, liabilities, income and expenses of a Subsidiary acquired or disposed of during the year are included in the Consolidated Financial Statements from the date the Holding Company gains control until the date the Holding Company ceases to control the Subsidiary.

Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the Consolidated Financial Statements for like transactions and events in similar circumstances, appropriate adjustments, if material, are made to that group's Financial Statements in preparing the Consolidated Financial Statements to ensure conformity with the group's accounting policies.

The Financial Statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent Holding Company, i.e., year ended on 31 March.

Consolidation procedures for subsidiaries are:

- a) a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the Holding Company with those of its Subsidiaries.
- b) Offset (eliminate) the carrying amount of the Holding Company's investment in each Subsidiary and the Holding Company's portion of equity of each Subsidiary
- c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and Property, Plant and Equipment, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the Consolidated Financial Statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Holding Company of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the Financial Statements of Subsidiaries to bring their accounting policies in line with the Holding Company's accounting policies

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Holding Company loses control over a Subsidiary, it

- Derecognises the assets (including goodwill) and liabilities of the Subsidiary
- Derecognises the carrying amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the Holding Company's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Holding Company had directly disposed of the related assets or liabilities

Major Sources of Estimation Uncertainty



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

In the application of accounting policy which are described in note (C) below, the management is required to make judgment, estimates and assumptions about the carrying amount of assets and liabilities, income and expenses, contingent liabilities and the accompanying disclosures that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant and are prudent and reasonable. Actual results may differ from those estimates. The estimates and underlying assumptions are reviewed on ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of revision and future periods if the revision affects both current and future period.

The few critical estimations and judgments made in applying accounting policies are:

Property, Plant and Equipment:

Useful life of Property, Plant and Equipment and Intangible Assets are as specified in Schedule II to the Companies Act, 2013 and on certain assets based on technical advice which considered the nature of the asset, the usage of the asset, expected physical wear and tear, the operating conditions of the asset, anticipated technological changes, manufacturers warranties and maintenance support. The Group reviews the useful life of Property, Plant and Equipment at the end of each reporting period. This reassessment may result in change in depreciation charge in future periods.

Impairment of Non-financial Assets:

For calculating the recoverable amount of non-financial assets, the Group is required to estimate the value-in-use of the asset or the Cash Generating Unit and the fair value less costs to disposal. For calculating value in use the Group is required to estimate the cash flows to be generated from using the asset. The fair value of an asset is estimated using a valuation technique where observable prices are not available. Further, the discount rate used in value in use calculations includes an estimate of risk assessment specific to the asset.

Impairment of Financial Assets:

The Group impairs financial assets other than those measured at fair value through profit or loss or designated at fair value through other comprehensive income on expected credit losses. The estimation of expected credit loss includes the estimation of probability of default (PD), loss given default (LGD) and the exposure at default (EAD). Estimation of probability of default apart from involving trend analysis of past delinquency rates includes an estimation on forward-looking information relating to not only the counterparty but also relating to the industry and the economy as a whole. The probability of default is estimated for the entire life of the contract by estimating the cash flows that are likely to be received in default scenario. The lifetime PD is reduced to 12 months PD based on an assessment of past history of default cases in 12 months. Further, the loss given default is calculated based on an estimate of the value of the security recoverable as on the reporting date. The exposure at default is the amount outstanding at the balance sheet date

Defined Benefit Plans:

The cost of the defined benefit plan and the present value of such obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. (Refer Note 32 (f))



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Income Taxes

Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

In assessing the realizability of deferred income tax assets, management considers whether some portion or all of the deferred income tax assets will not be realized. The ultimate realization of deferred income tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. Management considers the scheduled reversals of deferred income tax liabilities, projected future taxable income and tax planning strategies in making this assessment. Based on the level of historical taxable income and projections for future taxable income over the periods in which the deferred income tax assets are deductible, management believes that the Group will realize the benefits of those deductible differences. The amount of the deferred income tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward period are reduced.

Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Group makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Group considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Group's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the Group concludes that no changes are required to lease period relating to the existing lease contracts.

Allowance for credit losses on receivables:

The Group determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Group considered current and anticipated future economic conditions relating to industries the Group deals with and the countries where it operates. In calculating expected credit loss, the Group has also considered credit reports and other related credit information for its customers to estimate the probability of default in future.

D Summary of Material Accounting Policies:

Ind AS 1 was amended vide notification no G.S.R.242(E) dated 31st March 2023 to require disclosure of Material Accounting Policy information from accounting periods beginning on or after 1 April 2023 instead of significant accounting policy disclosure by amending paragraph 117, inserting paragraphs 117A to 117E and deleting paragraphs 118 to 121. Paragraph 117 of Ind AS 1 states when an information on accounting policy is considered as 'Material Accounting Policy information' as follows:

Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

Each of the policy disclosed herein below has been tested to determine whether the information disclosed is Material Accounting Policy information.

Property, Plant and Equipment

For transition to Ind AS, the Group has elected to continue with the carrying value of Property, Plant and Equipment ('PPE') recognised as of 1st April, 2020 measured as per the Previous GAAP and use that carrying value as its deemed cost as on the transition date.



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses except for freehold land which is not amortised. Any gain or loss arising on derecognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized in profit or loss with other income or other expense line item on net basis, respectively

The depreciable amount of an asset is determined after deducting its residual value. Depreciation on the property, plant and equipment, is provided over the useful life of assets based on management estimates which is in line with the useful life indicated in Schedule II to the Companies Act, 2013. Depreciation on all assets is provided on straight line basis. Given below are the estimated useful lives for each class of property, plant and equipment:

Particulars	Useful Life
Buildings	
Factory Building	30 Years
Plant and equipment	15 Years
Furniture and fixtures	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computers	3 Years
Spares, tools and equipments	5 Years
Electrical installation	10 Years
Other Assets	
Dies & Moulds	5 Years
Borewell	10 Years
Development cost	10 Years
Lean Improvement	7 Years
Computer Software	6 Years
Leasehold Land	99 Years
Leasehold Building	5 Years

Intangible Assets

For transition to Ind AS, the Group has elected to continue with the carrying value of intangible assets recognised as of 1st April, 2020 measured as per the Previous GAAP and use that carrying value as its deemed cost as on the transition date.

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

Development cost represents expenditure incurred in relation to development of disc springs, Coil spring & Fastening solutions and related process and is amortised over a period of 10 years, being management's estimate of the period over which economic benefit is expected to be derived therefrom.

Lean Improvement represents expenditure incurred in relation to improvisation of business processes and is amortised over a period of 7 years, being management's estimate of the period over which economic benefit is expected to be derived therefrom.

Software (not being an integral part of the related hardware) acquired for internal use are treated as intangible assets.

Any gain or loss arising on derecognition of an intangible asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized in profit or loss with other income or other expense line item on net basis, respectively.

Inventories



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Inventories consisting of stores and spares, raw materials, Work in progress, Stock in Trade and finished goods are measured at lower of cost and net realisable value. However, materials held for use in production of inventories are not written down below cost, if the finished products are expected to be sold at or above cost.

The cost is computed on FIFO basis except for Inventory of Raw Material and stores and spares which are on daily moving Weighted Average Cost basis

Inventory obsolescence is based on assessment of the future uses. Obsolete and slow-moving items are subjected to continuous technical monitoring.

Lease

Where the Group is a lessee-

The Group's lease asset classes primarily consist of leases for land and buildings. The Group assesses whether a contract contains a lease, at inception of a contract.

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

Lease term includes extension or termination options when it is reasonably certain that they will be exercised

The right-of-use assets are initially recognized at cost and 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.

The lease liability is initially measured 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. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment of whether it will exercise an extension or a termination option

Government Grants

The grant relating to export benefits is presented under other income on a systematic basis in the Profit or Loss over the periods necessary to match them with the related costs, which they are intended to compensate

Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when there is a present legal or constructive obligation as a result of a past event and it is probable (i.e. more likely than not) that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are disclosed on the basis of judgment of management / independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Revenue Recognition and Other Income

The Group derives revenues primarily from sale of goods comprising springs, parts, fasteners, and assemblies.

Revenue from contract with customers is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Group expects to receive in exchange for those products or services.

Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer.



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE V - BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of prompt payment discounts and schemes offered by the Group as part of the contract with the customers. The Group recognises changes in the estimated amounts of obligations for discounts in the period in which the change occurs. Revenue also excludes taxes collected from customers.

Revenue in excess of invoicing is classified as contract assets while invoicing in excess of revenues are classified as contract liabilities.

Use of significant judgements in Revenue Recognition :

- Judgement is required to determine the transaction price for the contract. The transaction price could be either a fixed amount or consideration or variable consideration with elements such as prompt payment discounts. Any consideration payable to the customer is adjusted to the transaction price, unless it is a payment for a distinct product or service from the customer. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and is reassessed at the end of each reporting year.
- The Group exercises judgement in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Group considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer.

Employee Benefits

Short-term Employees Benefits

All employee benefits payable wholly within twelve months of rendering services are classified as short term employee benefits. Benefits such as salaries, wages, performance incentives etc., are recognized during the period in which the employee renders related services and are measured at undiscounted amount expected to be paid when the liabilities are settled.

Post-employment benefits

The Group provides the following post-employment benefits:

- i) Defined benefit plans such as gratuity and
- ii) Defined Contribution plans such as provident fund

Defined benefits plans

The cost of providing benefits on account of gratuity are determined using the projected unit credit method on the basis of actuarial valuation made at the end of each balance sheet date

Re-measurements comprising of actuarial gains and losses arising from experience adjustments and change in actuarial assumptions, the effect of change in assets ceiling (if applicable) and the return on plan asset (excluding net interest) are recognised in other comprehensive income (OCI) except those included in cost of assets as permitted in the period in which they occur. Re-measurements are not reclassified to the Statement of Profit and Loss in subsequent periods.

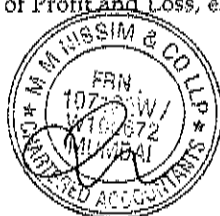
Defined Contribution Plans

Payments to defined contribution retirement benefit plans, viz., Provident Fund for eligible employees are recognized as an expense when employees have rendered the service entitling them to the contribution.

Income Taxes

Income tax expense represents the sum of tax currently payable and deferred tax. Tax is recognised in the profit or loss section of the Statement of Profit and Loss, except to the extent that it relates to items recognised directly in equity or in other comprehensive income.

Current tax



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Current tax is the expected tax payable/ receivable on the taxable income/ loss for the year using applicable tax rates for the relevant period, and any adjustment to taxes in respect of previous years. Interest expenses and penalties, if any, related to income tax are included in finance cost and other expenses respectively. Interest Income, if any, related to Income tax is included in Other Income

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, unabsorbed losses and unabsorbed depreciation to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, unabsorbed losses and unabsorbed depreciation can be utilised.

Financial Instruments

Financial assets other than investment in subsidiaries

Financial assets of the Group comprise trade receivable, cash and cash equivalents, Bank balances, advances to employees, security deposit, claims recoverable etc.

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However, Trade receivables that do not contain a significant financing component are measured at Transaction Price. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Subsequent measurement

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

- Financial assets measured at amortized cost
- Financial assets at fair value through OCI
- Financial assets at fair value through profit or loss

Financial assets measured at amortized cost

Security Deposits, Rent deposits and Export benefits receivable are measured at amortised cost. Financial assets are measured at amortized cost if the financials asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financials assets are amortized using the effective interest rate (EIR) method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the statement of profit and loss.

Financial assets at fair value through profit or loss ('FVTPL')

Any financial asset that does not meet the criteria for classification as at amortized cost or as financial assets at fair value through other comprehensive income, is classified as financial assets at fair value through profit or loss

Derecognition

The Group derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

Impairment of financial assets

The Group assesses impairment based on expected credit loss ('ECL') model on the following:

- Financial assets that are measured at amortised cost; and

ECL is measured through a loss allowance on a following basis:-



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- The 12 month expected credit losses (expected credit losses that result from those default events on the financial instruments that are possible within 12 months after the reporting date)
- Full life time expected credit losses (expected credit losses that result from all possible default events over the life of financial instruments)

The Group follows 'simplified approach' for recognition of impairment on trade receivables or contract assets resulting from normal business transactions. The application of simplified approach does not require the Group to track changes in credit risk. However, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, from the date of initial recognition. For recognition of impairment loss on other financial assets, the Group determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has increased significantly, lifetime ECL is provided. For assessing increase in credit risk and impairment loss, the Group assesses the credit risk characteristics on instrument-by-instrument basis. Impairment loss allowance (or reversal) recognised during the period is recognised as expense/income in profit and loss.

b) Financial Liabilities

The Group's financial liabilities includes borrowings, trade payable, lease liabilities, accrued expenses and other payables.

Initial recognition and measurement

All financial liabilities at initial recognition are classified as financial liabilities at amortized cost or financial liabilities at fair value through profit or loss, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Financial Liabilities classified as Amortised Cost:

All Financial Liabilities other than derivatives are measured at amortised cost. Interest expense that is not capitalised as part of costs of assets is included as Finance costs in Profit or Loss.

Derecognition

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

Derivatives

Derivative instruments are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument and is recognised in Other Comprehensive Income (OCI).

Borrowing costs

Borrowing cost includes interest, commitment charges, brokerage, underwriting costs, discounts / premiums, financing charges, exchange difference to the extent they are regarded as interest costs and all ancillary / incidental costs incurred in connection with the arrangement of borrowing.

Borrowing costs which are directly attributable to acquisition / construction of qualifying assets that necessarily takes a substantial period of time to get ready for its intended use are capitalized as a part of cost pertaining to those assets. All other borrowing costs are recognised as expense in the period in which they are incurred.



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The Group identifies the borrowings into specific borrowings and general borrowings. Specific borrowings are borrowings that are specifically taken for the purpose of obtaining an asset. Borrowing cost incurred on specific borrowings are capitalised to the cost of the qualifying asset. For general borrowings, the Group determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the expenditures on the qualifying asset based on the weighted average of the borrowing costs applicable to general borrowings. The capitalisation on borrowing costs commences when the Group incurs expenditure for the asset, incurs borrowing cost and undertakes activities that are necessary to prepare the asset for its intended use or sale. The capitalisation of borrowing costs is suspended during extended periods in which active development of a qualifying asset is suspended. The capitalisation of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying to the existing lease contracts. if estimates of

Share based Payments

Equity-settled transactions

The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model. That cost is recognised, together with a corresponding increase in share-based payment (SBP) reserves in equity, over the period in which the performance and/or service conditions are fulfilled in employee benefits expense. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Holding Company's best estimate of the number of equity instruments that will ultimately vest. The statement of profit and loss expense or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period and is recognised in employee benefits expense

Service and non-market performance conditions are not taken into account when determining the grant date fair value of awards, but the likelihood of the conditions being met is assessed as part of the Holding Company's best estimate of the number of equity instruments that will ultimately vest. Market performance conditions are reflected within the grant date fair value. Any other conditions attached to an award, but without an associated service requirement, are considered to be non-vesting conditions. Non-vesting conditions are reflected in the fair value of an award and lead to an immediate expensing of an award unless there are also service and/or performance conditions

No expense is recognised for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Where awards include a market or non-vesting condition, the transactions are treated as vested irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share



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Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Board of Directors identified as chief operating decision maker (CODM). The CODM is responsible for allocating resources and assessing performance of the operating segments. Segments are organised based on type of products delivered or provided. Segment revenue arising from third party customers is reported on the same basis as revenue in the Group Ind AS financial statements. Segment results represent profits before unallocated corporate expenses and taxes. "Unallocated Corporate Expenses" include expenses that relate to costs attributable to the Group as a whole and are not attributable to segments

E Recent accounting pronouncements

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended 31st March, 2024 MCA has not notified any new standards or amendments to the existing standards applicable to the Group.



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ANNEXURE VI - NOTES TO RELATED CONSOLIDATED FINANCIAL INFORMATION

Note 2 (a) Property, Plant and Equipment

Particulars	Freehold Land	Buildings	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Computers	Spares, tools and equipment	Electrical installation	Other Assets	Total
(Rupees in Millions)											
Gross Block											
At cost as at 31 March 2021	8.69	93.34	250.02	26.50	6.76	4.33	1.54	2.21	9.71	20.35	433.45
Additions	-	3.24	21.28	0.48	6.76	0.28	0.91	0.01	1.11	4.50	38.49
Disposals	-	(0.00)	(2.47)	(0.16)	(2.31)	(0.21)	(0.12)	(0.10)	(0.09)	(1.86)	(7.33)
At cost as at 31 March 2022	8.69	96.58	268.83	26.73	11.22	4.40	2.34	2.11	10.73	30.99	464.62
Additions	-	0.21	32.54	1.95	0.92	1.38	2.24	1.02	0.81	3.38	44.47
Disposals / adjustments	-	(0.51)	(0.39)	(1.10)	(1.08)	(0.00)	(0.09)	-	(0.38)	-	(7.35)
At cost as at 31 March 2023	8.69	92.30	301.18	27.58	11.06	5.78	4.49	3.13	11.16	34.36	501.73
Additions	-	4.25	49.40	3.13	5.74	0.85	1.62	1.06	1.53	6.33	73.91
Disposals / adjustments	-	-	(2.42)	-	-	-	(0.11)	-	(0.35)	-	(2.87)
At cost as at 31 March 2024	8.69	96.55	348.16	30.71	16.80	6.64	6.01	4.19	12.34	40.69	572.78
Depreciation Block											
Accumulated depreciation / amortisation as at 31 March 2021	-	1.38	20.23	4.85	1.49	1.30	1.24	0.66	1.50	7.61	42.42
Depreciation / Amortisation for the period	-	3.33	20.17	3.50	0.95	0.93	1.26	0.59	1.48	8.17	40.56
Disposals / adjustments	-	(0.60)	(0.35)	(0.04)	(0.21)	(0.06)	(0.04)	(0.03)	(0.02)	(1.13)	(1.90)
Impairment	-	-	-	-	-	-	-	-	-	-	-
Accumulated depreciation / amortisation as at 31 March 2022	-	6.91	40.11	8.31	2.23	2.16	2.56	1.21	2.96	14.65	81.10
Depreciation / Amortisation for the year	-	3.35	21.00	3.44	1.39	0.69	1.19	0.58	1.48	7.17	40.28
Disposals / adjustments	-	(0.45)	(0.04)	(0.13)	(0.42)	(0.00)	(0.05)	-	(0.09)	-	(1.18)
Accumulated depreciation / Amortisation as at 31 March 2023	-	9.81	61.07	11.61	3.20	2.86	3.69	1.78	4.36	21.82	128.20
Depreciation / Amortisation for the year	-	3.32	23.40	3.58	1.63	0.87	1.37	0.46	1.55	4.98	41.17
Disposals / adjustments	-	-	(0.65)	-	-	-	(0.08)	-	(0.57)	-	(1.20)
Accumulated depreciation / Amortisation as at 31 March 2024	-	13.14	83.81	15.20	4.83	3.73	4.96	2.24	5.34	26.80	160.07
Net Block											
As at 31 March 2021	8.69	89.67	229.73	18.42	8.99	2.24	1.79	0.91	7.76	16.33	383.52
As at 31 March 2022	8.69	82.49	240.12	15.97	7.86	2.92	2.80	1.35	6.40	12.54	381.54
As at 31 March 2023	8.69	83.42	264.35	15.52	11.97	2.91	3.02	1.95	7.01	13.89	412.71
As at 31 March 2024											

Notes:

- The title deeds of all the immovable property (other than properties where the Group is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Group.
- The Group has elected to continue with the carrying value of its property, plant and equipment recognised as of 1st April, 2020 (transition date) measured as per the previous GAAP and use that carrying value as the deemed cost as of the date of transition date.
- Other Assets includes Dies, Moulds and Borewell
- During the year, the group has capitalised borrowing cost to the cost of capital work in progress

Particulars	31-Mar-24	31-Mar-23	31-Mar-22
Borrowing Cost	1.85	0.84	0.29
Total	1.85	0.84	0.29



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Note 2 (b) : Right of use asset		(Rupees in Million)		
Particulars	Land	Building	Total	
Gross Block				
Carrying value as at 1st April 2021	11.63	-	11.63	
Additions	-	-	-	
Disposals	-	-	-	
Carrying value as at 31st March 2022	11.63	-	11.63	
Additions	28.76	22.11	50.86	
Disposals / adjustments	(11.37)	-	(11.37)	
Carrying value as at 31st March 2023	29.02	22.11	51.13	
Additions	-	0.05	0.05	
Disposals / adjustments	-	-	-	
Carrying value as at 31st March 2024	29.02	22.16	51.18	
Depreciation Block				
Accumulated depreciation / Amortisation as at 31st March 2022	0.53	-	0.53	
Depreciation / Amortisation for the year	0.17	1.13	1.30	
Disposals	(0.37)	-	(0.37)	
Accumulated depreciation / Amortisation as at 31st March 2023	0.33	1.13	1.46	
Depreciation / Amortisation for the year	0.28	4.21	4.48	
Disposals	-	-	-	
Accumulated depreciation / Amortisation as at 31st March 2024	0.61	5.33	5.94	
Net Block				
As at 31st March 2022	11.10	-	11.10	
As at 31st March 2023	28.69	20.98	49.67	
As at 31st March 2024	28.41	16.83	45.23	

Note 2 (c). Capital Work-in-Progress		(Rupees in Million)			Note 3 (b)
Particulars	Buildings	Plant and equipment	Total	Intangible Assets under development	
At cost as at 1 April 2021	-	4.85	4.85	31.11	
Additions	-	0.32	0.32	29.33	
Capitalised during the year	-	(3.92)	(3.92)	(31.11)	
At cost as at 31 March 2022	-	1.26	1.26	29.33	
Additions	3.36	8.10	11.46	34.55	
Capitalised during the year	-	(0.21)	(0.21)	(29.33)	
At cost as at 31 March 2023	3.36	9.14	12.50	34.55	
Additions	27.19	4.72	31.91	33.34	
Capitalised during the year	-3.05	(9.06)	(12.11)	(34.55)	
At cost as at 31 March 2024	27.50	4.80	32.30	33.34	

CWIP aging schedule		(Rupees in Million)				
CWIP	Amount in CWIP for a period of					As at 31 March 2024
	Less than 6 months	6 months - 1 years	1 - 2 Years	2 - 3 Years	More than 3 years	
Tangible Assets:						
Projects in progress	25.53	6.01	0.31	-	0.46	32.31
Intangible Assets:						
Projects in progress	33.34	-	-	-	-	33.34
Total	58.87	6.01	0.77	-	0.46	65.65

CWIP aging schedule		(Rupees in Million)				
CWIP	Amount in CWIP for a period of					As at 31 March 2023
	Less than 6 months	6 months - 1 years	1-2 Years	2 - 3 Years	More than 3 years	
Tangible Assets:						
Projects in progress	11.46	-	0.09	-	0.96	12.50
Intangible Assets:						
Projects in progress	34.55	-	-	-	-	34.55
Total	46.01	-	0.09	-	0.96	47.05



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CWIP aging schedule

(Rupees in Million)

CWIP	Amount in CWIP for a period of					As at 31 March 2022
	Less than 6 months	6 months - 1 years	1-2 Years	2-3 years	More than 3 years	
Tangible Assets:						
Projects in progress	0.30	-	-	0.63	0.33	1.26
Intangible Assets:						
Projects in progress	29.33	-	-	-	-	29.33
Total	29.63	-	-	0.63	0.33	30.59

Notes:

i. During the year, the company has capitalised the following expenses of revenue nature to the cost of Capital Work-In-Progress and Property, Plant and Equipment.

Particulars	31-Mar-24	31-Mar-23	31-Mar-22
Raw material	3.19	0.35	0.16
Personnel costs	17.73	17.82	17.22
Process costs	4.40	3.31	5.92
Testing costs	0.86	0.25	0.16
Job-work cost	4.96	4.08	3.75
Technical fees and other expenses	3.41	3.39	3.91
Total	34.55	29.20	31.11



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Note 4

Other Financial Assets

Particulars	Non-Current			Current		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
At Amortised Cost						
Others:						
Security Deposits	8.12	5.88	5.87	2.00	-	-
Interest Accrued on Loans and Deposits				0.80	0.68	0.00
Export benefits receivable				8.51	3.17	13.00
Others				2.64		
Deposits - Rent	3.00	3.10	0.24	0.24	0.18	0.00
At FVTPL						
Foreign Currency Forward Contract Receivable						
Total	11.12	8.98	6.11	17.47	4.03	20.92

Note 5

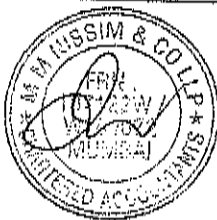
Other Assets

Particulars	Non-Current			Current		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Capital Advances	14.63	6.30	4.43			
Advances other than capital advances:						
<u>Advances to suppliers</u>						
Considered good				20.94	17.74	20.26
Considered doubtful				0.20	0.20	0.20
Less: Provision for doubtful advances				(0.20)	(0.20)	(0.20)
Sub Total	14.63	6.30	4.43	20.94	17.74	20.26
Others				20.94	17.74	20.26
Balance with Statutory authorities						
Prepaid Expenses	1.04	0.61		11.17	9.67	22.82
Sub Total	1.04	0.61	-	5.29	7.01	5.19
Total	15.67	6.91	4.44	37.40	34.43	48.27

Note 6

Inventories

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
(Valued at lower of Cost and Net Realisable Value)			
Raw Materials			
Work-in-progress	201.23	258.60	252.92
Finished goods	147.85	139.85	170.66
Stores and spares	189.43	124.60	108.04
Total	576.50	557.57	497.23



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Note 7

Trade Receivables

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Trade receivables			
Unsecured, considered good			
Trade Receivables - credit impaired	469.68	299.63	254.57
Less: Allowance for Expected credit losses	2.09	-	1.71
Total	(2.09)	-	(1.71)
	469.68	299.63	254.57

Note: The Group has used a practical expedient for computing expected credit loss allowance for trade receivables, taking into account historical credit loss experience and accordingly provisions are made for expected credit loss for amounts due from customers where necessary.

Trade Receivables ageing schedule

Particulars	(Rupees in Million)						As at 31 March 2024
	Ageing						
	Not Due	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade receivables – considered good	273.14	186.28	7.42	1.16	0.96	0.72	469.68
Disputed Trade Receivables – credit impaired			0.71	0.52	0.46	0.40	2.09

Trade Receivables ageing schedule

Particulars	Ageing						(Rupees in Million)
	Not Due	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	As at 31 March 2023
Undisputed Trade receivables -- considered good	163.96	119.48	5.81	3.61	3.61	3.19	299.63
Disputed Trade Receivables -- credit impaired	-	-	-	-	-	-	-

Trade Receivables ageing schedule

Particulars	(Rupees in Million)						As at 31 March 2022
	Ageing						
	Not Due	Less than 6 months	6 months-1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade receivables – considered good	132.88	102.09	9.00	5.88	1.70	3.92	254.57
Disputed Trade Receivables - credit impaired	-	-	-	0.20	0.67	0.84	1.71

Note 8

Cash and Cash Equivalents

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balances with Banks (of the nature of cash and cash equivalents)	15.05	4.83	4.61
Cash on hand	0.78	0.51	0.66
Total	15.83	5.34	5.27

Note 9

Bank Balances other than Cash and Cash Equivalents

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Margin money deposits with Banks	26.70	25.75	21.42
Collateral money deposits with Banks	-	87.90	-
Current account held at a foreign branch	0.47	1.04	-
Total	27.17	114.69	21.42

Note 10

Loans (Unsecured, considered good)

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Loans and Advances to employees	1.22	6.26	2.95
Total	1.22	6.26	2.95



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 11: Equity Share Capital

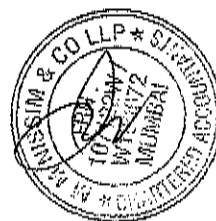
Particulars	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	Number	Amount	Number	Amount	Number	Amount
Authorised Share Capital	1,80,00,000	180.00	1,10,00,000	110.00	1,10,00,000	110.00
Issued Equity Share Capital	1,01,11,584	100.97	25,27,896	25.28	25,27,896	25.28
Subscribed Equity Share Capital	1,01,11,584	100.97	25,27,896	25.28	25,27,896	25.28
Fully Paid-up Equity Share Capital	1,01,11,584	101.12	25,27,896	25.28	25,27,896	25.28
Balance at the beginning of the year	25,24,396	25.24	25,27,896	25.28	25,27,896	25.28
Changes in equity share capital during the year:						
Less: Inter-group Elimination**		-		0.04		-
Less: Inter-group holding sold**	3,500	0.04	3,500	0.04		
Bonus shares issued during the period*	75,83,688	75.83				
Issued and subscribed share capital	1,01,11,584	101.11	25,24,396	25.24	25,27,896	25.28

Rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital

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

Shares in the Company held by each shareholder holding more than five per cent shares

	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	No.	%	No.	%	No.	%
- Kirit Vishanji Gala	27,91,488	27.61	5,72,872	22.66	5,72,872	22.66
- Vishanji Harshi Gala	5,40,800	5.35	3,85,200	15.24	3,85,200	15.24
- Rumie Kirit Gala	13,03,888	12.89	3,11,772	12.33	3,11,772	12.33
- Taranati V Gala	10,41,600	10.30	2,60,400	10.3	2,60,400	10.3
- Pooja Unichem LLP	6,60,000	6.53	1,65,000	6.53	1,65,000	6.53
- Sumeet Kirit Gala	5,89,144	5.83	22,286	0.88	22,286	0.88



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 11: Equity Share Capital

Particulars of promoter & promoter Group holding	As at 31 March 2024			As at 31st March 2023			As at 31st March 2022		
	Number	% of total shares in the class	% Change during the year	Number	% of total shares in the class	% Change during the year	Number	% of total shares in the class	% Change during the year
Equity shares of Rs. 10 each, fully paid-up held by:-									
- Kirit Vishanji Gala	27,91,488	27.61	21.82%	5,72,872	22.66	-	5,72,872	22.66	-
- Vishanji Harshi Gala	5,40,809	5.35	-64.90%	3,85,200	15.24	-	3,85,200	15.24	-6.32%
- Rumie Kirit Gala	13,03,888	12.89	4.55%	3,11,772	12.33	-	3,11,772	12.33	-
- Taramati V Gala	10,41,600	10.30	-	2,60,400	10.30	-	2,60,400	10.30	-
- Vishanji Harshi Gala(HUF)	54,400	0.54	-75.00%	54,400	2.15	-	54,400	2.15	-30.17%
- Kirit Vishanji Gala(HUF)	2,13,600	2.11	-	53,400	2.11	-	53,400	2.11	-
- Nayna Gala	2,54,400	2.52	27.20%	50,000	1.98	-	50,000	1.98	-
- Alpa Kuran Chheda	2,54,400	2.52	27.20%	50,000	1.98	-	50,000	1.98	-
- Vaibhavi Gala	2,00,000	1.98	-	50,000	1.98	-	50,000	1.98	-
- Rajiv and Anupa Ashar Family Trust	1,07,200	1.06	-	26,800	1.06	-	26,800	1.06	-
- Satoni Kirit Gala	89,144	0.88	-	22,286	0.88	-	22,286	0.88	-
- Smeet Kirit Gala	5,89,144	5.83	560.89%	22,286	0.88	-	22,286	0.88	-
- Madhu Ashar	84,000	0.83	-	21,000	0.83	-	21,000	0.83	-
- Manisha Ashar	14,800	0.15	1750.00%	200	0.01	-	200	0.01	-

***Note on Issue of Bonus Shares**

The Board of Directors of the Company, at its meeting held on 17th August, 2023 had approved reclassification of authorized share capital of ₹18,00,00,000/- divided into ₹18,00,00,000/- comprising of 1,10,00,000 Equity shares of ₹10/- each and ₹7,00,00,000/- comprising of 70,00,000 Preference shares of Rs.10/- each to ₹18,00,00,000/- divided into 1,80,00,000 Equity Shares of ₹10/-, which was approved by the shareholders by means of a special resolution dated September 5, 2023.

Post reclassification of the existing authorised share capital of the company, the Board of Directors at its meeting held on 17th August, 2023 had approved the bonus issue of three new equity share for every one share held on record date, which was approved by the shareholders by means of an Special resolution dated 5th September, 2023. The record date for the bonus issue is 27th September, 2023. The sum of ₹75,37 Million by capitalisation of profits transferred from security premium amounting to ₹60.73 Million and capital reserve amounting to ₹15 Million. The company had allotted 75,83,688 weighted average number of equity shares of ₹10 each by way of bonus issue to its shareholders in ratio of 3:1 effective 27th September, 2023

* 3,500 Shares of holding company held by subsidiary has been transferred during the year ended 31st March, 2024 resulting in gain of Rs. 1.43 Million



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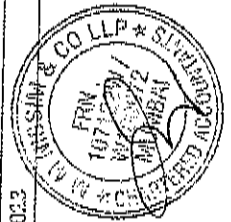
GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 12: Other Equity
a. Other Equity

Particulars	(Rupees in Million)	
	As at 31 March 2024	As at 31 March 2022
Securities Premium	277.84	337.24
Capital Redemption Reserve	-	15.00
Retained Earnings	629.53	424.55
Remeasurements of Defined Benefit Plans	1.50	1.00
Items of Other Comprehensive Income	37.85	33.49
Total	946.72	811.26
	567.88	

b. Movements in other equity

Particulars	(Rupees in Million)					Non Controlling Interest
	Reserves and Surplus				TOTAL	
	Securities Premium	Capital Redemption Reserve	Retained Earnings	Remeasurements of Defined Benefit Plans		
Balance as at - 1st April, 2021	337.24	15.00	117.09	(0.95)	36.42	504.80
Profit for the Year ending 31st March 2022			66.31		-	66.31
Other Comprehensive Income for the Year ending 31st March 2022				(0.21)	(3.01)	(3.22)
Total Comprehensive Income for the Year	-	-	66.31	(0.21)	(3.01)	63.09
Balance as at 31st March 2022	337.24	15.00	183.40	(1.16)	33.41	567.88
Profit for the Year ending 31st March 2023	-	-	242.12		-	242.12
Other Comprehensive Income for the Year ending 31st March 2023	-	-		2.16	0.08	2.24
Share of Subsidiary in Reserves	-	-	(0.97)		-	(0.97)
Share of Non Controlling Interest	-	-			-	0.21
Total Comprehensive Income for the year	-	-	241.16	2.16	0.08	243.39
Balance as at 31st March 2023	337.24	15.00	424.55	1.00	33.49	811.27
						0.03



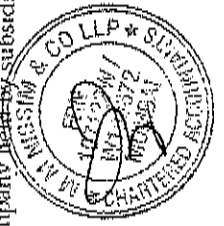
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Particulars	Reserves and Surplus				Other Comprehensive Income	TOTAL	Non Controlling Interest
	Securities Premium	Capital Redemption Reserve	Retained Earnings	Remeasurements of Defined Benefit Plans			
Profit for the Year ending 31st March 2024	-	-	223.32	-	-	223.32	(3.40)
Other Comprehensive Income for the Year ending 31st March 2024	-	-	-	0.50	4.36	4.87	-
Total Comprehensive Income for the year	-	-	223.32	0.50	4.36	228.18	(3.40)
Balance as at 31st March 2024	337.24	15.00	647.87	1.50	37.85	1,039.46	(3.37)
Transactions with owners in their capacity as owners:							
Others*	-	-	-	-	-	-	-
Issue of Bonus Equity Shares	1.43	-	-	-	-	1.43	-
Initial Public Offer expenses	(60.83)	(15.00)	-	-	-	(75.83)	-
Balance as at 31st March 2024	277.84	-	(18.33)	1.50	37.85	946.72	(3.37)
Nature and Purpose of each component of equity							
i. Securities Premium	Amounts received in excess of par value on issue of shares is classified as Securities Premium						
ii. Capital Redemption Reserve	Capital Redemption Reserve represents statutory reserve created upon buyback of Preference shares in the earlier years.						
iii. Retained Earnings	Retained earnings are the profits that the Group has earned till date, less any dividends or other distributions paid to shareholders						
iv. Remeasurements of Defined Benefit Plans	Gains / Losses arising on Remeasurements of Defined Benefit Plans are recognised in the Other Comprehensive Income as per IND AS-19 and shall not be reclassified to the Statement of Profit or Loss in the subsequent years.						
v. Foreign currency translation reserve	Exchange differences relating to the translation of the results and net assets of the groups foreign operations from their functional currencies to the Group's presentation currency, i.e., Indian Rupees.						
*Shares of holding company held by subsidiary has been transferred during the year resulting in gain of Rs. 1.43 Million							



GALA PRECISION ENGINEERING LIMITED
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Note 13

Borrowings

(Rupees in Million)

Particulars	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
At Amortised Cost			
NON CURRENT			
Secured			
Term loans;			
- from Banks	92.06	103.98	95.20
Unsecured			
- Loan from Shareholders / Directors	-	78.51	119.90
- Inter-corporate deposits	-	22.50	22.50
Sub total	92.06	204.99	237.74
At Amortised Cost			
CURRENT			
Secured			
Current maturities of long-term debt	52.86	37.43	36.92
Interest accrued and due on term loan	0.98	0.70	0.71
Loans repayable on demand			
- from banks	404.38	342.86	293.55
Sub total	458.22	380.99	331.18
Total	550.28	585.98	568.92

A. Nature of Borrowings	Interest Rate and terms of repayments
Term loans	
- From HDFC Bank Ltd. (secured)	
The loans are secured by first and exclusive charge by way of hypothecation on certain specific equipments financed through the loan.	The loan carries rate of interest of 9.70% per annum. The loan is repayable in 75 monthly (Including moratorium) installments from the 7 Jun 2022.
- From Yes Bank Ltd. (secured)	
The loans are secured by first and exclusive charge by way of hypothecation on certain specific equipments financed through the loan.	The loan carries rate of interest of 9.75 % per annum. (Previous Year: 9.60% per annum). The loan is repayable in 84 monthly installments from the 5 Jul 2019.
Emergency Credit Line Gurantee Scheme	
- From HDFC Bank Ltd. (secured)	
The loans are secured by first and exclusive charge by way of hypothecation on certain specific equipments financed through the loan.	The loan carries rate of interest of 9.25% per annum. (Previous Year: 8.25% to 9.25 % per annum). The loan is repayable in 48 monthly after one year of moratorium i.e. 1 Oct 2021.



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 13

Borrowings

(Rupees in Million)

A. Nature of Borrowings	Interest Rate and terms of repayments
- From Yes Bank Ltd. (secured) The loans are secured by first and exclusive charge by way of hypothecation on certain specific equipments financed through the loan.	The loan carries rate of interest of 8.64% to 9.25% per annum (Previous Year 8.88% per annum). The loan is repayable in 4 monthly after one year of moratorium i.e. 1 Nov 2021.
Vehicle finance loan (secured) The loans are secured against hypothecation of related vehicles taken under the loans.	The loan carries rate of interest of 8.46% to 10.50% per annum [previous year: 8.46% to 10.50% per annum The loans are repayable in equated monthly installments, from the month subsequent to disbursement of the loan.
Cash credit and overdraft facilities from HDFC Bank Ltd. and Yes Bank Ltd. are secured by pari passu charge by way of hypothecation of inventories of raw materials and finished goods and book debts, both present and future.	Cash credit and overdraft facilities from HDFC Bank Ltd. carries rate of interest of 8.25% to 10.50% per annum [previous year: Mar-23 from 8.25% to 10.50%, Mar-22 : 8.85% to 10.25% per annum] and Yes Bank Ltd. carries rate of interest of 8.90% to 10.50% per annum [previous year: Mar-23 from 8.85% to 10.25%, Mar-22 from 9.05% to 10.10%], computed on a monthly basis on the actual amount utilised and are repayable on demand

B.(i) The Quarterly returns/statements of current assets filed by the Company for the year ended 31st March, 2024 with the Yes Bank/HDFC Bank are in agreement with the books of accounts except for the following:

Particulars	Jun-23	Sep-23	Dec-23	Mar-24
Current Assets as per Statement filed with Bank	853.00	915.80	1,034.75	1,058.08
Add: Reconciliation of Items not considered in the Statement filed with the bank	-	-	-	-
Related party debtors & Scrap Debtors	99.73	79.88	45.60	3.09
Advance to debtors	(1.45)	(4.64)	(6.57)	(8.00)
Inventory in Transit	32.07	(22.89)	(25.15)	(29.62)
Valuation Difference	18.06	(12.56)	(15.30)	22.66
Balance as per Financial Statements	1,001.41	955.59	1,033.33	1,046.22

B.(ii) The Quarterly returns/statements of current assets filed by the Company for the year ended 31st March, 2023 with the Yes Bank/HDFC Bank are in agreement with the books of accounts except for the following:

Particulars	Jun-22	Sep-22	Dec-22	Mar-23
Current Assets as per Statement filed with Bank	663.86	746.05	806.26	775.06
Add: Reconciliation of Items not considered in the Statement filed with the bank	-	-	-	-
Related party debtors & Scrap Debtors	86.50	99.79	122.68	95.90
Advance to debtors	(3.65)	(4.06)	(6.69)	(1.50)
Inventory in Transit	(23.48)	(34.69)	(21.65)	(25.15)
Valuation Difference	29.52	49.19	9.71	23.95
Balance as per Financial Statements	752.75	856.28	910.31	868.26

B.(ii) The Quarterly returns/statements of current assets filed by the Company for the year ended 31st March, 2022 with the Yes Bank/HDFC Bank are in agreement with the books of accounts except for the following: (As per Schedule III Amendments effective 31st March, 2021).



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 13

Borrowings

Particulars	(Rupees in Million)			
	Jun-21	Sep-21	Dec-21	Mar-22
Current Assets as per Statement filed with Bank	514.52	557.38	630.27	668.9
Add: Reconciliation of Items not considered in the Statement filed with the bank	-	-	-	-
Related party debtors & Scrap Debtors	105.76	100.87	91.99	85.6
Advance to debtors	(5.12)	(6.46)	(5.93)	(6.7)
Inventory in Transit	-	(28.80)	-	(22.8)
Valuation Difference	36.10	20.85	20.85	24.6
Balance as per Financial Statements	651.26	643.84	737.18	749.6

C. Reconciliation of Financing Liabilities	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Opening balance			
- Long Term Borrowings	204.99	237.74	301.08
- Current borrowings	342.86	293.55	246.86
- Current maturities of long term debt	37.43	36.92	40.64
Total - A	585.28	568.22	588.58
Cash flow movements			
- Proceeds from borrowings	102.40	84.10	64.95
- Repayment of borrowings	(138.39)	(67.04)	(85.31)
Total - B	(35.98)	17.06	(20.36)
Closing Balance (A+B)	549.30	585.28	568.22
Closing Balance Break Up			
- Long Term Borrowings	92.06	204.99	237.74
- Current borrowings	404.38	342.86	293.55
- Current maturities of long term debt	52.86	37.43	36.92
	549.30	585.28	568.22








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Note 14

Provisions

Particulars	(Rupees in Million)				
	Non Current		Current		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Provision for employee benefits (Refer Note 32 (g))					
Gratuity	39.28	35.08	3.81	5.07	8.94
Leave Encashment	13.28	10.91	1.16	1.09	1.04
Total	52.56	45.99	4.98	6.16	9.98

Note 15

Deferred Tax Liabilities - (Net)

Particulars	(Rupees in Million)			
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2023	As at 31 March 2022
Deferred Tax Liabilities (Net):				
- Arising on account of difference in carrying amount and tax base of PPE and Intangibles	57.71	63.58	74.61	
- Remeasurement of Defined Benefit Plans	0.41	0.24	-	
Deferred Tax Asset:				
- Right-of-use and lease liability	0.35	0.11	-	
- Security deposit	0.01	0.00	-	
- Remeasurement of Defined Benefit Plans	-	-	0.48	
- Accrued Expenses allowable on Actual Payments	18.26	26.19	43.16	
- Brought forward long term capital loss	30.22	-	-	
Less: MAT Credit	9.28	37.53	30.97	
Total	9.28	36.94	9.84	21.13



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COMPONENTS OF DEFERRED TAX LIABILITY (NET)

Particulars	As on March 31, 2024			As on March 31, 2023				
	Opening Balance	Recognised in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing Balance	Opening Balance	Recognised in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing Balance
Tax effect of items constituting deferred tax liabilities								
Depreciation and amortisation	63.58	(5.87)		57.71	74.61	11.03		63.58
Gross deferred tax liabilities (a)	63.58	(5.87)	-	57.71	74.61	11.03	-	63.58
Tax effect of items constituting deferred tax assets								
Accrued expenses allowable on actual payments	26.19	(7.92)		18.26	43.16	16.97		26.19
On Remeasurement of Defined Benefit Plans	(0.24)		(0.17)	(0.41)	0.48		(0.72)	(0.24)
On Brought forward long term capital loss	-	30.22		30.22				
On Right of Use Asset	0.11	0.24		0.35		0.11		0.11
Others	0.00	0.01		0.01		0.00		0.00
Gross deferred tax assets (b)	26.06	22.55	-0.17	48.43	43.64	17.09	(0.72)	26.06
Net deferred tax liability (a - b)	37.52	(28.42)	0.17	9.28	30.97	(6.06)	0.72	37.52

COMPONENTS OF DEFERRED TAX LIABILITY (NET)

Particulars	As on March 31, 2022			
	Opening Balance	Recognised in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing Balance
Tax effect of items constituting deferred tax liabilities				
Depreciation and amortisation	70.82	3.79		74.61
Gross deferred tax liabilities (a)	70.82	3.79	-	74.61
Tax effect of items constituting deferred tax assets				
Accrued expenses allowable on actual payments	40.84	2.32		43.16
On Remeasurement of Defined Benefit Plans	0.39		0.09	0.48
Gross deferred tax assets (b)	41.23	2.32	0.09	43.64
Net deferred tax liability (a - b)	29.59	1.47	(0.09)	30.97

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Note 16

Trade Payables

Particulars	(Rupees in Million)			
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022	As at 31 March 2021
Outstanding due of Micro and Small Enterprises (Refer Note 32(b))	3.28	6.75	3.14	
Outstanding due of Creditors other than Micro and Small Enterprises	133.42	74.33	134.86	
Total	136.70	81.08	138.00	
Of the above;				
- Acceptances	25.62	6.37	40.05	

Trade Payables aging schedule

Particulars	Not due	(Rupees in Million)			
		Outstanding for following periods from due date of payment			
		Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME	3.16	0.12	-	-	-
(ii) Others	77.24	56.18	-	-	-
Total	80.40	56.30	-	-	-
					As at 31 March 2024
					133.42
					136.70

Trade Payables aging schedule

Particulars	Not due	(Rupees in Million)			
		Outstanding for following periods from due date of payment			
		Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME	5.07	1.68	-	-	-
(ii) Others	43.60	24.30	4.36	0.11	1.96
Total	48.67	25.98	4.36	0.11	1.96
					As at 31 March 2023
					6.75
					74.33
					81.08

Trade Payables aging schedule

Particulars	Not due	(Rupees in Million)			
		Outstanding for following periods from due date of payment			
		Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME	1.41	1.39	-	-	-
(ii) Others	85.35	45.55	0.70	0.28	2.98
(iii) Disputed dues - MSME	-	-	0.34	-	-
Total	86.76	46.94	1.04	0.28	2.98
					As at 31 March 2022
					2.80
					134.86
					0.34
					138.00



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Note 17

Other Financial Liabilities

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Carried at Amortised Cost :			
Security Deposit	4.25	6.50	3.00
Capital Creditors	4.78	2.25	1.73
Liability for Employee benefits	29.31	25.83	26.15
Others	25.33	35.11	26.03
Carried at FVTPL :			
Forward Exchange Contracts	-	14.64	-
Total	63.67	84.33	56.91

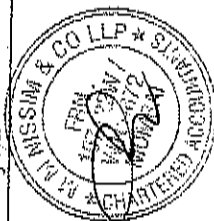
Note 18

Other Liabilities

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Contract Liabilities			
Others;	2.95	3.27	4.17
Statutory Dues	7.07	5.72	5.84
Other advance	-	-	1.50
Total	10.02	8.99	11.51

Movement of contract liabilities is as under ;

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
As at beginning of the year	3.27	4.15	3.90
Recognised as revenue from contracts with customers	4.37	100.85	24.06
Advance from customers received during the year	(4.69)	(101.73)	(23.81)
Balance at the close of the year	2.95	3.27	4.15



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 19

Revenue from Operations

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Sale Of Products	1,942.98	1,577.62	1,389.84
Sale Of Services	0.82	1.09	1.97
Other Operating Revenues:			
Export Incentives	17.00	11.13	7.96
Scrap Sales	64.65	64.81	53.00
Total	2,025.45	1,654.65	1,452.77

Reconciliation of revenue recognised with the contracted price is as follows:

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Gross Sales (Contracted Price)	1,947.08	1,580.35	1,394.13
Reductions towards variable consideration (Discount, Other Expenses)	(4.10)	(2.73)	(4.29)
Revenue recognised	1,942.98	1,577.62	1,389.84

Note 20

Other Income

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Interest on margin money/others	6.00	4.98	1.09
Discount on Forward Contracts	9.43	10.33	9.51
Profit on sale of PPE (net)	-	0.31	-
Gain on Foreign Exchange Translations	2.74	-	13.38
Insurance claim received	-	-	0.22
Rent received	-	-	1.89
Miscellaneous Income	-	0.48	0.77
Unwinding of discounted rental deposit	0.15	0.07	-
Total	18.32	16.17	26.86

Note 21

Cost of Materials consumed

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Opening Stock of Raw Materials	258.60	253.22	167.12
Purchases during the year	842.93	719.02	686.91
Closing Stock of Raw Materials	201.23	258.60	253.22
Total	900.30	713.64	600.81



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Note 22

Changes In Inventories Of Finished Goods And Work-In-Progress

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Closing Stock:			
Finished Goods	189.43	124.60	108.04
Work-in-Progress	147.85	139.85	110.66
	337.28	264.45	218.71
Less: Opening Stock:			
Finished Goods	124.60	108.04	110.55
Work-in-Progress	139.85	110.66	99.29
	264.45	218.70	209.84
Total	(72.83)	(45.75)	(8.88)

Note 23

Employee Benefits Expense

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Salaries and Wages	219.32	205.04	191.98
Contribution to provident, gratuity and other funds	16.42	14.79	14.69
Staff welfare expenses	12.01	12.47	8.45
Total	247.75	232.30	215.12

The Shareholders of the Holding Company had approved on 14th January, 2022 an Employee Stock Option Scheme ("Gala ESOP 2021"), formulated by the Holding Company, under which the Holding Company issued upto 50,000 options to its permanent employees, including Wholetime Directors of the Holding Company. The Gala ESOP 2021 is administered by the Board of Directors of the Holding Company.

As per the scheme, the number of shares that will vest is conditional upon length of service, grades, salary cost of the employee to the Holding Company, performance appraisals and / or any other factors as determined by Committee. The vesting period shall be 5 years from the grant date i.e. 14th January 2022. The options granted under this scheme is exercisable by employees till five years from date of its vesting. The Holding Company has granted options at an exercise price of Rs. 350. At grant date, the estimated fair value of stock options granted under Gala ESOP 2021 is Rs. 350. The fair valuation of stock options have been done by an independent valuer using Income Approach Method. The details of stock options granted and key assumptions taken into account for fair valuation are as under:

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
1) Grant Date	14th January, 2022	14th January, 2022	14th January, 2022
2) Risk-free interest rate	6.70%	6.70%	6.70%
3) Expected Life	5 Years	5 Years	5 Years
4) Expected Volatility	0.001%	0.001%	0.001%
5) Expected Dividend Yield	Nil	Nil	Nil
6) Fair market value of underlying share*	Rs. 87.50/-	Rs. 87.50/-	Rs. 87.50/-
7) Exercise Price*	Rs. 87.50/-	Rs. 87.50/-	Rs. 87.50/-



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Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Options outstanding at the beginning of the year	1,78,400	1,78,400	-
Granted during the year	1,500	-	44,600
Add: Bonus Issue*	4,500	-	1,33,800
Forfeited/Expired/Lapsed during the year	(38,200)	-	-
Outstanding at the end of the year	1,46,200	1,78,400	1,78,400

* As per the scheme, in case of issue of bonus shares by the Holding company, number of options granted shall be adjusted in the same proportion as the bonus being declared. Accordingly, number of options granted have been proportionately increased in ratio of bonus issue i.e. 3:1

Note 24

Finance Costs

Particulars	(Rupees in Million)		
	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Interest on Loans and Deposits	10.49	11.35	10.49
Interest on Working Capital Facilities	33.45	22.24	17.92
Interest on unsecured loans	11.22	15.71	18.68
Finance charges	4.59	1.69	1.53
Interest on lease liabilities	1.63	0.61	-
Total	61.40	51.60	48.62

Note 25

Depreciation and Amortisation expense

Particulars	(Rupees in Million)		
	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Depreciation on Property, Plant And Equipment	41.05	40.46	40.85
Amortisation of Intangible Assets	24.22	21.53	24.22
Amortisation of right-of-use asset	4.48	1.13	-
Less: Transferred to Capital Work in Progress	(1.13)	(2.29)	(2.46)
Total	68.62	60.83	62.61



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Note 26

Other Expenses

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Consumption of stores and spare parts	77.49	61.04	48.28
Packing material consumed	22.94	22.47	19.86
Power and Fuel	59.70	53.47	46.03
Labour charges	230.41	202.62	183.37
Testing expenses	8.64	5.78	7.15
Rent	3.26	4.55	3.85
Rates and Taxes	6.85	4.03	2.42
Insurance	11.08	10.49	8.33
Travelling expenses	13.32	10.99	5.35
Legal and professional fees	12.74	6.82	9.27
Sitting Fees	0.34	-	-
Commission	2.62	0.57	1.12
Business promotion	15.25	10.88	8.66
Bank charges	3.23	3.24	2.82
Telephone and other communication expenses	1.02	1.00	1.05
Printing and stationery	1.43	1.20	1.47
Provision for expected credit loss	2.30	-	0.23
Bad debts written-off	0.90	1.17	4.43
Loss on sale of property, plant and equipment (net)	2.52	-	4.40
Intangible Assets written off	-	-	19.05
Conveyance and vehicle expenses	17.71	16.45	17.00
Repairs and Renewals:			
- Building	-	-	-
- Plant and machinery	1.67	3.02	1.43
- Others	3.58	4.04	3.17
Auditors' Remuneration:	7.94	6.68	5.70
As Auditors:			-
Audit fee	1.25	0.74	0.51
Other Services	0.03	0.06	0.11
Cost Auditors Remuneration:	1.28	0.80	0.62
Audit fee	0.07	0.07	0.07
Recruitment	2.07	0.44	0.05
Freight outward	37.41	28.31	31.21
Computer expenses	4.39	4.39	3.88
Security expenses	3.75	3.71	3.46
Interest on Statutory Dues	1.46	0.59	0.66
Donation	0.07	0.10	0.07
CSR Activity Expenses	2.35	1.06	-
Net loss on foreign currency transactions	-	9.47	-
Fair Value Loss on Financial Assets	0.02	0.02	-
FPS License expenses	-	-	2.63
Miscellaneous expenses	2.75	1.75	1.98
Total	562.66	481.22	449.07

Note 27

Exceptional Items

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Profit on Sale of Property, Plant & Equipment (Refer Note 32 (k))	-	67.59	-
Write off of inventory of Foreign Subsidiary (Refer Note 32(m))	(23.65)	-	-
Income from Sale of Intangible assets of SES business (Refer Note 32 (k))	3.50	30.00	-
Expenses relating to winding up of foreign subsidiary (Refer Note 32(i))	(2.94)	-	-
Total	(23.09)	97.59	-



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Note 28 - Transition to Ind AS - Reconciliations

The Restated Consolidated financial information for year ended 31 March 2024 and year ended March 2023 and 2022 are the Consolidated financial information prepared by the Group in accordance with Ind AS. For the periods upto and including the year ended 31 March 2023 and 31 March 2022, the Group prepared its Consolidated financial information in accordance with the Generally Accepted Accounting Principles in India (previous GAAP). Reconciliation and description of the effect of transition from previous IGAAP to Ind AS are provided below:

Accordingly, the Group has prepared Consolidated financial information which comply with Ind AS applicable for year ended 31 March 2024, together with the comparative year data as at and for the year ended 31 March 2023 and 31 March 2022, as described in the summary of Material accounting policies.

A. Optional Exemptions availed

i) Deemed Cost - Previous GAAP carrying amount

The Holding Company has elected to continue with the carrying value of its PPE, CWIP and Intangible assets recognized as of 1st April 2020 (Transition date) measured as per previous GAAP and use that carrying value as its deemed cost as of the transition date.

B. Applicable Mandatory Exceptions

i) Estimates

Estimates in accordance with Ind AS at the transition date will be consistent with estimates made for the same date in accordance with IGAAP (after adjustments to reflect any difference in Accounting Policies) unless there is objective evidence that those estimates were in error

ii) Derecognition of financial assets and financial liabilities

The Company has applied the de-recognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after April 1, 2020 (the transition date).

ii) Classification and measurement of financial instrument

As required under Ind AS 101 the company has assessed the classification and measurement of financial assets on the basis of facts and circumstances that exist at the date of transition to Ind AS.

iii) Impairment of financial assets

The Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognised in order to compare it with the credit risk at the transition date. Further, the Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind AS whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

C. Reconciliation

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent reconciliations from IGAAP to Ind AS

i. Reconciliation of balance sheet as at 31 March 2023 and 31 March 2022

ii. Reconciliation of Total Comprehensive Income for the year ended March 31, 2023 and March 31, 2022

iii. On account of transition to Ind AS, there is no material adjustment to the Statement of Cash Flows

The presentation requirements under previous GAAP differs from Ind AS and hence previous GAAP information has been regrouped for ease of reconciliation with Ind AS. The regrouped previous GAAP information is derived from the Financial Statements of the Company prepared in accordance with Previous GAAP



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Note 28 C (i) - Reconciliation of Equity as at 31st March 2022

(Rupees in Million)

Particulars	Previous GAAP *	Reclassification	Ind AS	Adjustments	Ind AS
ASSETS					
Non-Current Assets					
Property, Plant and Equipment	394.63	(11.10)	383.52	-	383.52
Right of use assets	-	11.10	11.10	-	11.10
Capital Work-in-Progress	1.26	-	1.26	-	1.26
Other Intangible Assets	168.37	-	168.37	-	168.37
Intangible assets under development	29.33	-	29.33	-	29.33
- Other financial assets	-	6.11	6.11	-	6.11
Non-Current Tax assets (net)	-	1.31	1.31	-	1.31
Other non-current assets	35.94	(31.50)	4.44	-	4.44
Inventories	497.23	-	497.23	-	497.23
- Trade Receivables	254.57	-	254.57	-	254.57
- Cash and cash Equivalents	26.71	(21.42)	5.29	-	5.29
- Bank balances other than cash and cash equivalent	-	21.42	21.42	-	21.42
- Loans	-	2.99	2.99	-	2.99
- Others financial assets	-	20.96	20.96	-	20.96
Other current assets	68.69	(20.42)	48.27	-	48.27
Total assets	1,476.73	(20.55)	1,456.17	-	1,456.17
EQUITY AND LIABILITIES					
Equity					
Equity share capital	25.28	-	25.28	-	25.28
Other equity	579.90	-	579.90	(12.02)	567.88
Total equity	605.18	-	605.18	(12.02)	593.16
LIABILITIES					
Non-current liabilities					
Financial Liabilities					
- Borrowings	237.74	-	237.74	-	237.74
Provisions	39.64	-	39.64	-	39.64
Deferred Tax Liabilities (Net)	30.97	(21.86)	9.11	12.02	21.13
	308.35	(21.86)	286.49	12.02	298.51
Current Liabilities					
Financial Liabilities					
- Borrowings	331.18	-	331.18	-	331.18
- Trade Payables	138.00	-	138.00	-	138.00
- Other Financial Liabilities	-	56.91	56.91	-	56.91
Other Current Liabilities	68.45	(56.94)	11.51	-	11.51
Provisions	25.57	(15.59)	9.98	-	9.98
Current Tax Liabilities (Net)	-	16.92	16.92	-	16.92
Total current liabilities	563.20	1.31	564.50	-	564.50
Total liabilities	871.55	(20.55)	850.99	12.02	863.01
Total equity and liabilities	1,476.73	(20.55)	1,456.17	-	1,456.17

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.



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Note 28 C (i) - Reconciliation of Equity as at 31st March 2022

(Rupees in Million)					
Particulars	Previous GAAP *	Reclassification	Ind AS	Adjustments	Ind AS
ASSETS					
Non-Current Assets					
Property, Plant and Equipment	413.98	(32.30)	381.69	(0.15)	381.54
Right of use assets	-	32.30	32.30	17.37	49.67
Capital Work-in-Progress	12.50	-	12.50		12.50
Goodwill	-	0.07	0.07		0.07
Other Intangible Assets	176.67	(0.07)	176.80		176.80
Intangible assets under development	34.55		34.55		34.55
Financial Assets:					
- Investments	0.02	-	0.02	(0.02)	-
- Other financial assets	-	8.98	8.98		8.98
Non-Current Tax assets (net)	-	10.89	10.89		10.89
Other non-current assets	27.37	-20.46	6.91		6.91
Current Assets					
Inventories	557.57		557.57		557.57
Financial Assets:					
- Trade Receivables	299.63	-	299.63		299.63
- Cash and cash Equivalents	120.03	(114.69)	5.34		5.34
- Bank balances other than cash and cash equivalent	-	114.69	114.69		114.69
- Loans	-	6.26	6.26		6.26
- Others financial assets	-	4.03	4.03		4.03
Other current assets	50.33	(16.08)	34.25	0.20	34.43
Total assets	1,692.85	(6.38)	1,686.46	17.40	1,703.86
EQUITY AND LIABILITIES					
Equity					
Equity share capital	25.24	-	25.24	-	25.24
Other equity	811.61	-	811.61	(0.34)	811.27
Equity attributable to owners	836.85	-	836.85	(0.34)	836.51
Non Controlling Interest	0.03	-	0.03		0.03
Total equity	836.88	-	836.88	(0.34)	836.54
LIABILITIES					
Non-current liabilities					
Financial Liabilities					
- Borrowings	204.99	-	204.99	-	204.99
- Lease liabilities	-	-	-	14.89	14.89
Provisions	46.00	-	45.99	-	45.99
Deferred Tax Liabilities (Net)	37.64	(0.59)	37.05	(0.11)	36.94
	288.63	(0.59)	288.03	14.78	302.81
Current Liabilities					
Financial Liabilities					
- Borrowings	380.99	-	380.99	-	380.99
- Lease liabilities	-	-	-	2.91	2.91
- Trade Payables	81.08	-	81.08	-	81.08
- Other Financial Liabilities	-	84.33	84.33	-	84.33
Other Current Liabilities	99.11	(90.12)	8.99	-	8.99
Provisions	6.16	-	6.16	-	6.16
Current Tax Liabilities (Net)	-	-	-	0.05	0.05
Total current liabilities	567.34	(5.79)	561.55	2.96	564.51
Total liabilities	855.97	(6.38)	849.58	17.74	867.32
Total equity and liabilities	1,692.85	(6.38)	1,686.46	17.40	1,703.86

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.



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Note 28 C (ii) - Reconciliation of Total Comprehensive Income for the year ended 31 March 2022

(Rupees in Million)

Particulars	Foot Note	Previous GAAP *	Reclassification	Ind AS	Adjustments	Ind AS
INCOME						
Revenue from Operations	i	1,457.16	(4.39)	1,452.77	-	1,452.77
Other Income	ii	26.52	0.23	26.86	-	26.86
TOTAL INCOME		1,483.78	(4.16)	1,479.63	-	1,479.63
EXPENSES						
Cost of materials consumed		600.81	-	600.81	-	600.81
Changes in inventories of Finished Goods, Stock-in-Trade and Work-in-Progress		(8.87)	-	(8.87)	-	(8.88)
Employee Benefits expense	iii	215.41	(0.29)	215.12	-	215.12
Finance Costs		48.61	-	48.61	-	48.62
Depreciation and Amortisation expense		62.61	-	62.61	-	62.61
Other Expenses	i	453.45	(4.39)	449.07	-	449.07
TOTAL EXPENSES		1,372.02	(4.67)	1,367.35	-	1,367.35
PROFIT BEFORE TAX		111.76	0.52	112.28	-	112.28
TAX EXPENSE						
(1) Current Tax		32.50	-	32.50	-	32.50
(2) Deferred Tax	iii	1.38	0.09	1.46	-	1.46
(3) Earlier Years adjustments	ii	-	12.01	12.01	-	12.01
TOTAL TAX EXPENSE		33.88	12.10	45.98	-	45.97
PROFIT FOR THE YEAR		77.88	(11.58)	66.31	-	66.31
OTHER COMPREHENSIVE INCOME						
Items that will not be reclassified to Profit or Loss						
Re-measurements of Defined benefit plans	iii	-	(0.29)	(0.29)	-	(0.29)
Income Tax relating to items that will not be reclassified to Profit or Loss	iii	-	0.09	0.09	-	0.09
Items that will be reclassified to Profit or Loss						
Change differences in translating the financial statements of foreign operations	iv	-	(3.01)	(3.01)	-	(3.01)
TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		-	(3.21)	(3.21)	-	(3.21)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		77.88	(14.80)	63.10	-	63.10

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

Notes:

i Revenue Recognition - Ind AS 115

Under Indian GAAP, variable consideration i.e. discounts on Sales was recorded under Other Expenses. Under Ind-AS, revenue from operations is to be recognised net of variable considerations.

ii Prior period Adjustments

In accordance with Ind AS, prior period expenses/income are recognised in a year in which it related. Accordingly, expenses of subsidiary and deferred tax reversal has been recognised in the year ended 31.3.2022

iii Deferred Benefit Obligations

Both under previous GAAP and Ind-AS, the Group recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to statement of profit and loss. Under Ind-AS, re-measurements comprising of actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions, the effect of change in asset ceiling (if applicable) and the effect of changes in assets (excluding net interest) are recognized immediately in the balance sheet with a corresponding debit or credit to OCI. The net interest on defined benefit liability is recognised in OCI. Thus, the employee benefit cost is reduced by Rs. 0.29 Million and deferred tax expense of Rs. 0.09 Million has been recognised in the Other Comprehensive Income.

iv Exchange Differences in Translation

Under Indian GAAP, exchange differences arising on translation for consolidation are recognised directly in Equity whereas Under Ind - AS, the exchange differences arising on translation for consolidation are recognised in OCI



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Note 28 C (ii) - Reconciliation of Total Comprehensive Income for the year ended 31 March 2023

(Rupees in Million)						
Particulars	Foot Note	Previous GAAP *	Reclassification	Ind AS Adjustments	Adjustments	Ind AS
INCOME						
Revenue from Operations	i	1,658.21	(3.56)	1,654.65	-	1,654.65
Other Income	ii	16.10	-	16.10	0.07	16.17
TOTAL INCOME		1,674.31	(3.56)	1,670.75	0.07	1,670.82
EXPENSES						
Cost of materials consumed		713.65	-	713.65	-	713.64
Changes in inventories of Finished Goods, Stock-in-Trade and Work-in-Progress		(45.74)	-	(45.74)	-	-45.75
Employee Benefits expense	iii	229.42	2.88	232.30	-	232.30
Finance Costs	iv	51.00	-	51.00	0.61	51.60
Depreciation and Amortisation expense	iv	59.70	-	59.70	1.13	60.83
Other Expenses	i, iv	485.98	(3.56)	482.42	(1.21)	481.22
TOTAL EXPENSES		1,494.00	(0.68)	1,493.32	0.52	1,493.84
PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		180.31	(2.88)	177.42	(0.45)	176.98
ADD: EXCEPTIONAL ITEMS		97.59		97.59		97.59
PROFIT BEFORE TAX AND AFTER EXCEPTIONAL ITEMS		277.90	(2.88)	275.02	(0.45)	274.57
TAX EXPENSE						
(1) Current Tax		30.00	-	30.00		30.00
(2) Deferred Tax	iii & iv	(5.35)	(0.73)	(6.07)	(0.11)	(6.18)
(3) Earlier Years adjustments	vi	20.64	(12.01)	8.63	-	8.63
TOTAL TAX EXPENSE		45.30	(12.74)	32.56	(0.11)	32.45
PROFIT FOR THE YEAR		232.60	9.86	242.46	(0.34)	242.12
OTHER COMPREHENSIVE INCOME						
Items that will not be reclassified to Profit or Loss						
Remeasurements of Defined benefit plans	iii	-	2.88	2.88	-	2.88
Income Tax relating to items that will not be reclassified to Profit or Loss	iii	-	(0.72)	(0.72)	-	(0.72)
Items that will be reclassified to Profit or Loss						
Exchange differences in translating the financial statements of foreign operations	vii	-	0.08	0.08	-	0.08
TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		-	2.29	2.24	-	2.24
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		232.60	12.15	244.71	(0.34)	244.36

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.



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Note 28 C (ii) - Reconciliation of Total Comprehensive Income for the year ended 31 March 2023

Notes:

i Revenue Recognition - Ind AS 115

Under Indian GAAP, variable consideration i.e. discounts on Sales was recorded under Other Expenses. Under Ind-AS, revenue from operations is to be recognised net of variable considerations.

ii Non Current Liabilities

The Company has elected to measure rent deposits at fair Value at the date of transition to IND AS. Accordingly, as at 31st March, 2023 a decrease of Rs. 0.07 Million for the period ended 31st March 2023 has been recognised as an income on amortisation of fair value of the financial liability

iii Defined Benefit Obligation:

Both under previous GAAP and Ind-AS, the Group recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to statement of profit and loss. Under Ind-AS, re-measurements comprising of actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions, the effect of change in asset ceiling (if applicable) and the return on plan assets (excluding net interest) are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI). Thus, the employee benefit cost is reduced by Rs. 2.88 Million and deferred tax thereon of Rs. 0.72 Million for 2022-23 and re-measurement losses on defined benefit plans has been recognised in the Other Comprehensive Incomes (net of tax)

iv Ind AS 116

The company has recognised lease liability and ROU assets. Lease payments are allocated between principal and finance cost. The finance cost of Rs. 6.10 Lacs is charged to Statement of Profit and Loss over the lease period. ROU assets are depreciated on a straight-line basis over the asset's useful life. Deferred Tax thereon has been recognised. Actual rent expenses debited to P&L is reversed.

v FVTPL Financial Assets:

Under previous GAAP, the Company accounted for non-current/current investments in equity shares and debt instruments at cost less provision for other than temporary diminution in the value of investments and at lower of cost and share value respectively. Under Ind-AS, the investments are required to be classified and measured subsequently at fair value through profit or loss. As at 31st March, 2023, difference between the fair value and GAAP carrying amount of Rs 0.02 Million has been recognised in the Statement of Profit and Loss.

vi Prior period Adjustments

In accordance with Ind AS, prior-period expenses/income are recognised in a year in which it related. Accordingly, deferred tax reversal has been recognised in the year ended 31.3.2022 instead of year ended 31.03.2023

vii Translation of Foreign Operations

Under IGAAP, the exchange differences arising on translation for consolidation are recognised directly in Equity whereas Under Ind - AS, the exchange differences arising on translation for consolidation are recognised in OCI



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Note 29

For the purpose of Group's Capital Management, capital includes Issued Equity Capital, Securities Premium, and all other Equity Reserves attributable to the Equity Holders of the Holding Company. The primary objective of the Group's Capital Management is to maximise the Share Holder Value.

The Group manages its capital structure and makes adjustments in the light of changes in economic conditions and requirements of the financial covenants and to continue as a going concern. The Group monitors using a gearing ratio which is net debts divided by total capital plus net debt. The Group includes within net debt, interest bearing loans and borrowings, less cash and cash equivalents.

B. Financial Risk Management

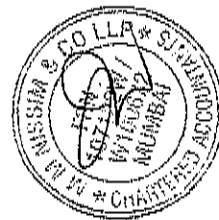
The Group's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the operations of the Companies in the Group. The principal financial assets include trade and other receivables and cash and short term deposits.

The Group has assessed market risk, credit risk and liquidity risk to its financial liabilities.

Market Risk is and other price

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. The management is responsible for the monitoring of the Group's interest rate position. Various variables are considered by the management in structuring the Group's borrowings to achieve a reasonable, competitive cost of funding.

The interest rate profile of the Group's interest-bearing financial instruments as reported to the management is as follows:



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Note 29
A. Capital Management

Particulars

(Rupees in Million)

	As at 31 March 2024	As at 31st March 2023	As at 31st March 2022
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Financial liabilities

Fixed rate instruments

Variable rate instruments

Fair value sensitivity analysis for fixed rate instruments

The Group measures its fixed rate financial liabilities at amortized cost and does not designate these liabilities at fair value through profit or loss (FVTPL). Consequently, any changes in market interest rates at the reporting date would not directly affect the Group's profit or loss, as the interest expense is based on the fixed effective interest rate.

Cash flow sensitivity analysis for variable-rate instruments

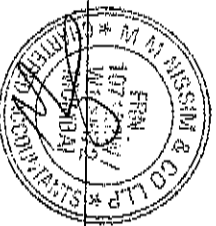
A reasonably possible change of 100 basis points in interest rate would have resulted in variation in the interest expense for the Group by (Rupees in Million)
5.39 5.79 5.61

Foreign Currency Risks

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Group enters into forward exchange contracts to hedge its foreign currency exposures. Foreign currency risks from financial instruments at the end of the reporting period expressed in INR :

Unhedged Short Term Exposures :

Particulars	Currency	As at 31 March 2024	As at 31st March 2023	As at 31st March 2022
		Amount in Foreign Currency - In Million	Amount in Foreign Currency - In ₹ Million	Amount in Foreign Currency - In ₹ Million
Financial Assets	USD	0.46	1.15	1.01
	EUR	1.60	0.82	0.70
	GBP	0.06	0.00	0.01
Financial Liabilities	USD	0.30	0.09	0.54
	EUR	0.01	0.01	0.00
	JPY	0.00	0.00	0.14
Net exposure	USD	0.16	1.06	0.47
	EUR	1.59	0.81	0.69
	GBP	0.06	0.00	0.00
	JPY	0.00	0.00	0.00



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The Group is mainly exposed to changes in US Dollar and EURO.

The sensitivity analysis is prepared on the net unhedged exposure of the Group at the reporting date. The sensitivity to a 0.25% to 1% increase or decrease in US Dollar and EURO against INR with all other variables held constant will be as follows:

The Group enters into foreign exchange forward contracts with the intention to minimise the foreign exchange risk of outstanding foreign receivables, these contracts are not designated in hedge relationships and are measured at fair value through profit or loss.

Particulars	Amount in Foreign Currency - In Million	Amount- In ₹ Million	Amount in Foreign Currency - In Million	Amount- In ₹ Million	Amount in Foreign Currency - In Million	Amount- In ₹ Million
USD	0.99	82.64	0.96	78.62	0.65	49.30
EURO	3.80	349.19	3.43	297.85	2.09	186.25

Price Risks

More than One-third of the Group's revenues are generated from exports and the raw materials are procured through import and local purchases where local purchases track import parity price. The Group is affected by the price stability of certain commodities. Due to the significantly increased volatility of certain commodities, the Group enters into contract with the customers that has provision to pass on the change in the raw material prices and also the volatility in the exchange rate. The Group has a risk management framework aimed at prudently managing the risk arising from the volatility in commodity prices and freight costs. The Group hedges 65-70% of its export collections through plain vanilla forward covers.



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Note 29

A. Capital Management

ii) Credit Risk

Credit Risk is the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. It arises from credit exposure to customers and Balances with Banks.

The Group holds cash and cash equivalents with banks which are having highest safety rankings and hence has a low credit risk.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Group grants credit terms in the normal course of business. The Group has taken insurance cover for overseas debtors through BCCG but has not taken any insurance cover for local debtors. The Group uses Expected Credit Loss (ECL) Model to assess the impairment loss or gain. The outstanding trade receivables due for a period exceeding 180 days as at the year ended 31 March 2024 is as follows

Particulars	As at 31 March 2024	As at 31st March 2023	As at 31st March 2022
The outstanding trade receivables due for a period exceeding 180 days as % of Total Trade receivables	2.18%	5.41%	7.70%

iii) Liquidity Risk

The Group manages liquidity risk by maintaining adequate surplus, banking facilities and reserve borrowings facilities by continuously monitoring forecasts and actual cash flows. The Group has obtained fund and non-fund based working capital lines from various banks. The Group monitors funding options available in the debt and capital markets with a view to maintaining financial flexibility

All payments are made along due dates and requests for early payments are entertained after due approval and availing early payment discounts.

The Group has a system of forecasting rolling one month cash inflow and outflow and all liquidity requirements are planned.

Exposure to liquidity risk:

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments

Particulars	As at 31 March 2024				As at 31st March 2023			
	less than 1 year	1-3 years	3-5 years	More than 5 years	less than 1 year	1-3 years	3-5 years	More than 5 years
Borrowings	456.89	59.56	31.17	1.33	380.99	156.24	39.41	9.34
Trade Payable	3.28	-	-	-	6.75	-	-	-
MSME	133.42	-	-	-	67.90	-	-	-
Others	63.67	-	-	-	84.33	4.47	1.96	-
Other Financial Liabilities	-	-	-	-	-	-	-	-

(Rupees in Million)



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Note 29

A. Capital Management

Particulars	As at 31st March 2022			
	Less than 1 year	1-3 years	3-5 years	More than 5 years
Borrowings	331.18	204.10	27.16	6.48
Trade Payable				
MISME	2.80	0.34		
Others	130.90	0.99		
Other Financial Liabilities	56.91		1.40	1.58







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Note 30

Fair Values and Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are a) recognised and measured at fair value and b) measured at amortised cost and for which fair values are disclosed in the Consolidated Financial Statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed in the Indian Accounting Standard.

(Rupees in Million)			
Particulars	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
	Carrying Value		
Financial assets and liabilities measured at amortised cost			
Financial Assets			
Loans	1.22	6.26	2.99
Bank Term deposits	26.70	25.75	21.42
Other Assets - Security & Other deposits	11.12	8.98	6.11
Total Financial Assets	39.03	41.00	30.53
Financial Liabilities			
Borrowings - Non current	92.06	204.99	237.74
Total Financial Liabilities	92.06	204.99	237.74
Financial assets and liabilities measured at FVTPL			
Financial Assets			
Foreign exchange forward contracts	3.28	-	7.04
Financial Liabilities			
Foreign exchange forward contracts	-	14.64	-

The management assessed that fair value of trade receivables, cash and cash equivalents, security deposits, recoverable from customers, other short-term financial assets, short term borrowings, trade payables and other short-term financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments

*The following methods and assumptions were used to estimate the fair values:

- Term deposits- The fair value of term deposits is equal to carrying value since they are carrying market interest rates as per the banks.
- Foreign exchange forward contracts- Foreign exchange forward contracts are valued using valuation techniques, which employs the use of market observable inputs. The most frequently applied valuation techniques include forward pricing
- Non-current borrowings - The fair value of non-current borrowings is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. The carrying value and fair value of the borrowings has been considered the same since the existing interest rate approximates its fair value
- Others- For other financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values



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Note 31

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate

(Rupees in Million)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
Accounting Profit before Income Tax	252.78	274.57	112.28
At India's statutory income tax rate of	25.17%	25.17%	29.12%
Income Tax as per statutory income tax rate	63.62	69.10	32.70
Effect of deductions available under Income Tax Act	(12.05)	(47.50)	(14.51)
Effect of brought forward business loss	(30.22)	-	-
Effect of non-deductible expenses	4.31	2.22	31.06
Total	25.66	23.82	45.97



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

a) Earnings Per Share

Particulars		For the year ended 31-March- 2024	For the year ended 31-March- 2023	For the year ended 31-March- 2022
i Profit after taxation from continuing operations after exceptional items	Rs. Million	225.32	225.63	66.31
Weighted Average Number of equity shares (Face Value Rs. 10/-)	Nos.	1,01,11,584	1,00,97,584	1,01,11,584
Earnings per share for continuing operations	Rs.	22.28	22.34	6.56
Diluted Number of shares outstanding		1,02,57,784	1,02,75,984	1,02,89,984
Diluted earnings per share		21.97	21.96	6.44
ii Profit after taxation from discontinuing operations	Rs. Million	(2.00)	16.49	-
Weighted Average Number of equity shares (Face Value Rs. 10/-)	Nos.	1,01,11,584	1,00,97,584	1,01,11,584
Earnings per share for discontinuing operations	Rs.	(0.20)	1.63	-
Diluted Number of shares outstanding		1,02,57,784	1,02,75,984	1,02,89,984
Diluted earnings per share for discontinuing operations		(0.19)	1.60	-
iii Profit after taxation from continuing and discontinuing operations after exceptional items	Rs. Million	223.32	242.12	66.31
Weighted Average Number of equity shares (Face Value Rs. 10/-)	Nos.	1,01,11,584	1,00,97,584	1,01,11,584
Earnings per share for continuing and discontinuing operations	Rs.	22.09	23.98	6.56
Diluted Number of shares outstanding		1,02,57,784	1,02,75,984	1,02,89,984
Diluted earnings per share for continuing and discontinuing operations		21.77	23.56	6.44
iv Profit after taxation from continuing & discontinuing operations excluding Exceptional items	Rs. Million	246.41	144.52	66.31
Weighted Average Number of equity shares (Face Value Rs. 10/-)	Nos.	1,01,11,584	1,00,97,584	1,01,11,584
Earnings per share for continuing operations excluding Exceptional items	Rs.	24.37	14.31	6.56
Diluted Number of shares outstanding		1,02,57,784	1,02,75,984	1,02,89,984
Diluted earnings per share for continuing and discontinuing operations annualised		24.02	14.06	6.44

Weighted average number of Shares

Particulars		For the year ended 31-March- 2024	For the year ended 31-March- 2023	For the year ended 31-March- 2022
Number of shares considered as basic weighted average shares outstanding	Nos.	25,27,896	25,24,396	25,27,896
Add: Bonus Shares issued (Refer Note 11)	Nos.	75,83,688	75,83,688	75,83,688
Less: Elimination of intercompany holding (Refer Note 11)		-	(10,500)	-
Number of shares considered as weighted average shares and potential shares outstanding	Nos.	1,01,11,584	1,00,97,584	1,01,11,584

Diluted number of shares

Particulars		For the year ended 31-March- 2024	For the year ended 31-March- 2023	For the year ended 31-March- 2022
Number of shares considered as basic weighted average shares outstanding	Nos.	1,01,11,584	1,00,97,584	1,01,11,584
Add: Effect of ESOP granted (Refer Note 23)	Nos.	1,46,200	1,78,400	1,78,400
Number of shares considered as weighted average shares and potential shares outstanding	Nos.	1,02,57,784	1,02,75,984	1,02,89,984

The basic and diluted earning per share for the year ended March 31, 2024, March 31, 2023 and year ended March 31, 2022, presented have been calculated/ restated after considering bonus issue. (Refer note 11)



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NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

- b) Disclosures under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED):
The details of liabilities to Micro and Small Enterprises, to the extent information available with the Group are given under and have been relied upon by the auditors:

Particulars	Amount in Million		
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Principal amounts remaining unpaid to suppliers as at the end of the accounting year	3.28	6.75	31.40

Note: Other information/ disclosures relating to payments made beyond appointed date, interest accrued And paid and cumulative interest are not applicable, being NIL.

- c) As required by section 135 of Companies Act, 2013 and Rules therein, a Corporate social responsibility committee has been formed by the Holding Company. The Holding Company has spent the following amount during the year towards corporate social responsibility (CSR) for activities listed under schedule VII of the Companies Act, 2013.

Particulars	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Gross amount required to be spent by the Holding Company	2.32	1.06	-
Amount spent by the Holding Company during the year on purpose other than construction/ acquisition of assets	2.35	1.06	-
Shortfall/(Excess) at the end of the year	(0.03)	-	-
Total of previous year short fall	NA	NA	-
Reason for shortfall	NA	NA	-
Nature of CSR Activities	Education & Sports	Education	-



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NOTE 32
ADDITIONAL/EXPLANATORY INFORMATION
d) Ratio

Particulars	Numerator	Denominator	As at 31st March 2024	As at 31st March 2023	Variance (in %)	Explanation for change of 25% or more
a) Current ratio	Current assets	Current liabilities	1.69	1.81	-6.73%	
b) Debt equity ratio	Long Term Borrowings	Shareholders' equity	0.53	0.70	-24.79%	
c) Debt service coverage ratio	Earnings available for debt service	Debt service + Interest + Principal repayments of Long Term Borrowings	2.85	2.57	14.97%	
d) Return on equity %	Net profits after taxes	Shareholders' equity	23.34%	17.26%	34.45%	Due to significant improvement in Profitability
e) Inventory Turnover Ratio	Sales	Average inventory	3.57	3.14	14.55%	
f) Trade receivables turnover ratio	Revenue from Operations	Average trade receivables	5.27	5.97	-11.82%	
g) Trade payables turnover ratio	Purchases	Average trade payables	7.74	6.56	17.95%	
h) Net capital turnover ratio	Revenue from operations	Average Working Capital	2.42	2.16	11.66%	Better working capital management & Significant improvement in sales
i) Net profit %	Net Profit After Taxes	Revenue from operations	11.03%	8.75%	26.23%	Significant improvement in Turnover
j) Return on Capital Employed %	Earnings before interest and taxes and other exceptional items	Capital employed	19.51%	22.75%	-13.15%	

Particulars	Numerator	Denominator	As at 31st March 2023	As at 31st March 2022	Variance (in %)	Explanation for change of 25% or more
a) Current ratio	Current assets	Current liabilities	1.81	1.55	16.94%	
b) Debt equity ratio	Long Term Borrowings	Shareholders' equity	0.70	0.96	-26.87%	Due to repayment of Unsecured Loans & Term loans
c) Debt service coverage ratio	Earnings available for debt service	Debt service + Interest + Principal repayments of Long Term Borrowings	2.57	1.80	92.43%	Due to significant improvement in profitability
d) Return on equity %	Net profit after taxes	Shareholder's equity	17.26%	11.18%	54.55%	Due to significant improvement in profitability
e) Inventory Turnover Ratio	Sales	Average Inventory	3.14	3.26	-3.43%	
f) Trade receivables turnover ratio	Revenue from operations	Average trade receivables	5.97	6.22	-3.97%	
g) Trade payables turnover ratio	Purchases	Average trade payables	6.56	5.66	15.95%	
h) Net capital turnover ratio	Revenue from operations	Average Working Capital	2.16	2.32	-6.44%	
i) Net profit %	Net Profit After Taxes	Revenue from operations	8.75%	4.96%	91.37%	Due to significant improvement in profitability
j) Return on capital employed %	Net Profit After Taxes Interest and taxes and other exceptional items	Capital employed	22.95%	13.86%	65.60%	Due to significant improvement in profitability

Particulars	Numerator	Denominator	As at 31st March 2022	As at 31st March 2021	Variance (in %)	Explanation for change of 25% or more
a) Current ratio	Current assets	Current liabilities	1.55	1.34	6.80%	
b) Debt-Equity ratio	Long Term Borrowings	Shareholders' equity	0.96	1.11	-19.76%	
c) Debt servicing coverage ratio	Earnings available for debt service	Debt service = Interest + Principal repayments of Long Term Borrowings	1.69	0.80	125.23%	Significant jump in profit has resulted in improvement in DSCR
d) Return on equity %	Net profits after taxes	Shareholders' equity	11.18%	4.44%	151.65%	Due to increase in profit
e) Inventory Turnover Ratio	Sales	Average Inventory	3.26	2.59	25.82%	Due to Improved Efficiency
f) Trade Receivables Turnover ratio	Revenue from operations	Average Trade Receivables	8.22	4.78	70.96%	Due to improvement in collection cycle
g) Trade payables turnover ratio	Purchases	Average trade payables	5.66	3.61	56.78%	Improved Payment Cycle of Vendor & better payment terms
h) Net capital turn-over ratio	Revenue from operations	Average Working capital	2.92	1.79	29.58%	Turnover has jumped by almost 40% improving the ratios
i) EPS	Net Profit After Taxes	Average share outstanding	4.56%	2.23%	104.24%	NP has more than doubled over previous year
j) Return on capital employed %	Earnings before interest and taxes and after exceptional items	Capital employed	13.55%	8.42%	61.40%	EBIT has significantly jumped as compared to previous year improving the PCEff significantly



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NOTE 32- ADDITIONAL/EXPLANATORY INFORMATION

e) Disclosures under Ind AS 108

Particulars	(Rupees in Million)									
	Springs, Parts, Fasteners and Assemblies					Surface Engineering Solutions				
	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-24	31-Mar-2023	31-Mar-2022	Total
REVENUE										
External sales and service income	2,014.48	1,614.86	1,348.01	10.97	39.79	104.76	-	-	-	1,654.65
Less: Inter-segment sales	-	-	-	-	-	-	-	-	-	-
Total revenue	2,014.48	1,614.86	1,348.01	10.97	39.79	104.76	-	-	-	1,654.65
RESULT										
Segment result	413.24	298.04	224.53	(7.35)	(8.62)	(1.05)	-	-	-	299.42
Unallocated corporate expenses	-	-	-	-	-	-	-	-	-	-
Profit before exceptional items and tax	59.75	48.15	45.24	-	3.45	3.39	1.65	0.61	-	51.60
Depreciation	61.72	53.16	49.23	-	1.44	2.68	6.90	6.23	10.65	64.83
Profit before exceptional items and tax	291.77	196.73	130.03	(7.35)	(13.51)	(7.12)	(8.55)	(6.64)	(10.65)	176.99
Add: Exceptional items	(23.65)	-	-	3.50	30.00	-	(2.94)	67.59	-	97.59
Profit before tax	268.12	196.73	130.03	(3.85)	16.49	(7.12)	(11.49)	60.73	-10.65	274.58
Less: Current tax	-	-	-	(1.65)	-	-	56.94	30.00	32.50	30.00
- Deferred tax charge	-	-	-	-	-	-	(28.42)	(6.18)	1.46	(6.18)
- Tax adjustments of earlier years	-	-	-	-	-	-	7.19	8.63	12.01	8.63
Non-Controlling Interest	-	-	-	-	-	-	(3.40)	-	-	-
Profit for the Year	268.12	196.73	130.03	(2.00)	16.49	(7.12)	(42.79)	28.30	(56.62)	242.12
Income from discontinuing operations	-	-	-	(2.00)	16.49	-	-	-	-	16.49
Profit from Continuing operations	268.12	196.73	130.03	-	-	(7.12)	(42.79)	28.30	(56.62)	225.62
OTHER INFORMATION										
Segment assets	1,800.80	1,524.94	1,231.10	6.53	47.72	104.27	79.52	131.20	118.80	1,846.85
Segment liabilities	1,395.85	(16.73)	118.14	0.87	1,072.01	26.46	(60.17)	62.60	149.49	1,117.88
Secured Loans	-	-	-	-	-	-	550.27	494.97	426.46	494.97
Unsecured Loans	-	-	-	-	-	-	-	101.02	142.47	142.46
Total liabilities	1,395.85	(16.73)	118.14	0.87	1,072.01	26.46	490.11	643.59	718.42	1,703.86
Provision for doubtful debts	2.06	-	(1.05)	0.24	-	1.28	-	-	-	-
Profit/(Loss) on sale/write off of assets	(2.52)	0.42	(22.64)	-	(0.10)	(0.81)	-	-	-	0.31
Capital expenditure	127.15	152.08	62.86	-	-	-	-	-	-	152.08



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GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 22: ADDITIONAL/EXPLANATORY INFORMATION
 e) Disclosures under Ind AS 106

Business Segments: For management purposes, the Holding Company is organised on a worldwide basis into two major operating divisions - Springs, Parts and Assemblies and Surface Engineering Solutions. The divisions are the basis on which the Holding Company reports its primary segment information. The Springs, Parts and Assemblies segment produces a broad range of disc springs for wind mill, transformers, turbines, railways, automobiles and off high way vehicles. The Surface Engineering Solutions segment manufactures centrifugal finishing machines, washing systems and media chemicals. During the year, the Holding Company has sold the intangible assets of Surface Engineering Solutions business relating to Deburring & Polishing Systems & related Media Chemicals and remaining Property, Plant & Equipment has been put to use for other business units during the year ended 31st Mar. 2023 and hence the said division is classified as discontinuing operations.

Geographical segments: The Holding Company's operating divisions are managed from India. In India, the Holding Company produces and sells a broad range of disc springs, coil springs, fastening solutions, washers, media chemical and machines and washing systems.

The Holding Company has disclosed Geographical Segment as the secondary segment.

Sales by market: The following table shows the distribution of the Holding Company's sales and service income by geographical market.

Sales Revenue by geographical market	31-Mar-24	31-Mar-2023	31-Mar-2022
- within India	1,265.23	1,042.57	909.37
- outside India	760.22	612.08	543.40
Total revenue	2,025.45	1,654.65	1,452.77

Assets by market: The following table shows the distribution of the Holding Company's assets by geographical market.

Assets by geographical market	31-Mar-24	31-Mar-2023	31-Mar-2022
- within India	1,703.49	1,527.73	1,299.91
- outside India	183.36	176.13	156.26
	1,886.85	1,703.86	1,456.17

Information about major customers:

The following is the transactions by the Group with customers individually contributing more than 10 or more of the Group's revenue from operations

Revenue from operations of 1 customer of the group represented approximately % of the revenue from operation

	31-Mar-24	31-Mar-2023	31-Mar-2022
	15%	-	15.31%



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GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

6) Related party disclosures (As per Ind AS 24 - Related Party Disclosures):

Other related parties with whom transactions have taken place during the year

- Key Managerial Personnel

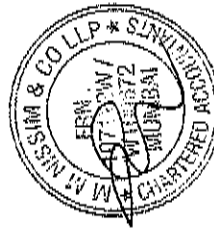
Mr.. Kirit Gala - Managing Director (upto 29.11.23)
Mr.. Kirit Gala - Chairman and Managing Director (w.e.f 30.11.2023)
Mr. Balkishan Jalan, Executive Director (upto 29.11.23)
Mr. Balkishan Jalan, Whole Time Director (Executives) (w.e.f 30.11.23)
Mr. Satish Kotwani, Business Development Director (upto 29.11.23)
Mr. Satish Kotwani, Whole Time Director - Marketing (w.e.f 30.11.23)
Mr. S. Giridhar - Chief Financial Officer (w.e.f 30.11.2023)
Ms. Pooja Ladhia - Company Secretary (w.e.f 09.10.2023)

- Entity in which Directors having substantial interest

Vishanji H. Gala - HUF
Kirit V. Gala - HUF
Balkishan Jalan - HUF
Workamp Spaces Pvt. Ltd.
Slade Workspaces Pvt Ltd

- Relatives of Key Managerial personnel

Mr. Vishanji H Gala - Father of Mr. Kirit V Gala
Mrs. Taramati V Gala - Mother of Mr. Kirit V Gala
Mrs. Runita K Gala - Wife of Mr. Kirit V Gala
Mrs. Alpa Chheda - Sister of Mr. Kirit V Gala
Mrs. Nayna Gala - Sister of Mr. Kirit V Gala
Mr. Smeel Kirit Gala - Son of Mr. Kirit V Gala



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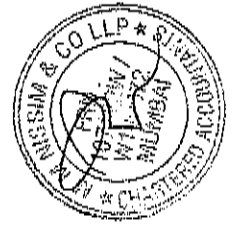
GALA PRECISION ENGINEERING LIMITED
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NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

0. Related party disclosures (As per Ind AS 24 - Related Party Disclosures):

Particulars	Entity in which Directors have Substantial Interest				Other Related Party			Key Managerial Personnel		
	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-2021	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-24	31-Mar-2023	31-Mar-2022
Other Expenses:										
Workamp Spaces Pvt. Ltd.	-	0.35	0.06	-	-	-	-	-	-	-
Other Income:										
Slate Workspaces Pvt Ltd	-	-	2.26	-	-	-	-	-	-	-
Interest Expense:										
Vishanji H Gala	-	-	-	0.34	0.42	0.67	-	-	-	-
Slate Workspaces Pvt Ltd	2.40	-	-	-	-	-	-	-	-	-
Taranadi V Gala	-	-	-	0.07	0.17	0.12	-	-	-	-
Kirti V Gala	-	-	-	-	-	-	-	2.49	2.81	3.22
Rumie K Gala	-	-	-	0.14	0.33	0.31	-	-	-	-
Kirti V. Gala (HUF)	0.04	0.09	0.06	-	-	-	-	-	-	-
Alpa Chheda	-	-	-	0.40	0.89	0.83	-	-	-	-
Nayna Gala	-	-	-	-	-	0.26	-	-	-	-
Satish Katwani	-	-	-	-	-	-	-	-	-	0.08
Balkishan Jalan (HUF)	-	-	0.11	-	-	-	-	-	-	-
Vishanji H Gala (HUF)	0.03	0.03	0.06	-	-	-	-	-	-	-
Remuneration:										
Kirti V Gala	-	-	-	-	-	-	-	9.44	6.48	5.02
Balkishan Jalan	-	-	-	-	-	-	-	9.59	8.62	7.36
Salish Katwani	-	-	-	-	-	-	-	7.52	6.75	5.81
Sneet Gala	2.34	2.21	1.54	-	-	-	-	-	-	-
Mr. S. Giridhar	-	-	-	-	-	-	-	0.72	-	-
Ms. Pooja Ladha	-	-	-	-	-	-	-	0.41	-	-
Loan repaid:										
Vishanji H Gala	-	-	-	3.65	7.60	7.30	-	-	-	-
Taranadi V Gala	-	-	-	1.65	3.40	1.65	-	-	-	-
Kirti V Gala	-	-	-	-	-	-	-	91.10	70.35	70.90
Rumie K Gala	-	-	-	4.75	5.25	4.55	-	-	-	-
Kirti V. Gala (HUF)	0.90	1.15	0.50	-	-	-	-	-	-	-
Alpa Chheda	-	-	-	9.20	-	-	-	-	-	-
Slate Workspaces Pvt Ltd	108.20	-	-	-	-	-	-	-	-	-
Vishanji Gala (HUF)	0.58	-	0.90	-	-	-	-	-	-	-
Loan received:										
Vishanji H Gala	-	-	-	3.65	7.60	2.50	-	-	-	-
Taranadi V Gala	-	-	-	1.65	3.40	0.35	-	-	-	-
Kirti V Gala	-	-	-	-	-	-	-	91.10	70.35	59.75
Rumie K Gala	-	-	-	4.75	5.25	2.39	-	-	-	-
Kirti V. Gala (HUF)	0.90	1.15	0.95	-	-	-	-	-	-	-
Slate Workspaces Pvt Ltd	108.20	-	-	-	-	-	-	-	-	-



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ADDITIONAL/EXPLANATORY INFORMATION

f) Related party disclosures (As per Ind AS 24 - Related Party Disclosures):

Particulars	Entity in which Directors having substantial interest			Other Related Party			Key Managerial Personnel		
	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-24	31-Mar-2023	31-Mar-2022	31-Mar-24	31-Mar-2023	31-Mar-2022
Balance:									
Alpa Chheda	-	-	-	-	9.20	9.20	-	-	-
Visharaji Gala (HUF)	-	0.33	0.33	-	-	-	-	-	-
Trade receivables:									
Workamp Spaces Pvt Ltd	-	3.76	3.76	-	-	-	-	-	-
Shale Workspaces Pvt Ltd	-	0.87	1.33	-	-	-	-	-	-

* Remuneration excludes provisions made for Gratuity made for the year amounting to

	31-Mar-24	31-Mar-2023	31-Mar-2022
d) Terms and conditions of transactions with related parties:	0.21	0.14	0.07

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables for the year ended 31 March, 2024, 31 March 2023 and 31 March 2022, the Group has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.



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GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

Related party transactions eliminated during the year while preparing the Consolidated Financial Information

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2022
Sale of Goods			
Gala Precision Components (Shanghai) Private Limited	8.42	74.15	80.18
Purchase of Goods			
Gala Precision Components (Shanghai) Private Limited	14.73		
Bad Debts			
Gala Precision Components (Shanghai) Private Limited	41.28	-	2.16
Share of Loss in LLP			
Gala Springs LLP	2.35	-	2.16
Sale of stake in wholly owned subsidiary			
Gala Springs LLP	-	1.00	-
Investment in shares			
Gala Precision Components (Shanghai) Private Limited	-	-	74.57
Gala Springs LLP	0.05	2.40	-
Other Advance			
Gala Springs LLP	2.94	-	0.28
Trade receivables:			
Gala Precision Components (Shanghai) Private Limited	-	89.30	74.58



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GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

(Rupees in Million)

g) Disclosures as per IND AS - 19 - Employee Benefits

During the year, the Holding Company has recognised the following amounts in the Statement of Profit and Loss:

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
i)	Employer's contribution to Provident Fund and Family Pension Fund* *Included in "Contribution to Provident and other Funds" (Note 23).	8.66	7.74	7.86
iii)	Defined benefit obligation:			
a)	Leave Encashment - Unfunded	4.48	4.56	1.21
b)	The valuation results for the defined benefit gratuity plan as at 31st March are produced in the tables below:			
	i) Changes in the Present Value of Obligation			

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
	Present Value of Obligation as at the beginning	42.74	47.43	43.32
	Current Service Cost	3.81	3.98	3.83
	Interest Expense or Cost	2.88	2.95	2.74
	Remeasurement (or Actuarial) (gain) / loss arising from:			
	- Due to Demographic Assumption	0.16		
	- change in financial assumptions	0.75	(0.90)	(0.25)
	- experience variance (i.e. Actual experience vs assumptions)	3.61	(2.15)	0.42
	Benefits Paid	(2.33)	(8.55)	(2.64)
	Present Value of Obligation as at the end	51.94	42.74	47.43

ii) Changes in the Fair Value of Plan Assets

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
	Fair Value of Plan Assets as at the beginning	2.84	8.44	8.03
	Investment Income	0.12	0.38	0.54
	Adjustment to opening Fair Value of Plan Asset	-	-	-
	Return on Plan Assets excluding interest income	5.51	(0.17)	(0.13)
	Employer's Contribution	2.71	2.75	2.43
	Benefits Paid	(2.34)	(8.48)	(2.63)
	Fair Value of Plan Assets as at the end	8.85	2.84	8.44

iii) Expenses Recognised in the Income Statement

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
	Current Service Cost	3.81	3.98	3.83
	Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	2.76	2.57	2.20
	Expenses Recognised in the Income Statement	6.57	6.54	6.02

iv) Other Comprehensive Income

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	Year Ended 31 March 2022
	Actuarial (gains) / losses:			
	- change in financial assumptions	0.75	(0.90)	(0.25)
	- experience variance (i.e. Actual experience vs assumptions)	3.61	(2.15)	0.42
	Return on Plan Assets excluding interest income	(5.51)	0.17	0.13
	Components of defined benefit costs recognised in other comprehensive income	(1.15)	(2.68)	0.30

v) Major categories of Plan Assets (as percentage of Total Plan Assets)

	Particulars	As on		
		31-Mar-24	31-Mar-23	31-Mar-22
	Funds managed by Insurer	100%	100%	100%

* In the absence of detailed information regarding Plan assets which is funded with Insurance Holding Company, the composition of each major category of Plan assets, the percentage or amount for each category to the fair value of Plan assets has not been disclosed.



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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32

ADDITIONAL/EXPLANATORY INFORMATION

(Rupees in Million)

g) Disclosures as per IND AS - 19 - Employee Benefits
vi) Actuarial Assumptions

a. Financial Assumptions

The principal financial assumptions used in the valuation are shown in the table below:

Particulars	As on		
	31-Mar-24	31-Mar-23	31-Mar-22
Discount rate (per annum)	6.97%	7.16%	6.86%
Salary growth rate (per annum)	8.00%	8.00%	8.00%

b. Demographic Assumptions

Particulars	As on		
	31-Mar-24	31-Mar-23	31-Mar-22
Mortality Rate (% of IAM 12-14)	IAM (2012-14) Ult	IAM (2012-14) Ult	IAM (2012-14) Ult
Withdrawal rates, based on age: (per annum)			
Up to 40 years	6.50%	8.00%	8.00%

vii) Amount, Timing and Uncertainty of Future Cash Flows

a. Sensitivity Analysis

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

Particulars	As on		As on		As on	
	31 March 2024		31 March 2023		31 March 2022	
Defined Benefit Obligation (Base)	51.94		42.74		47.42	

Particulars	31-Mar-24		31-Mar-23		31-Mar-22	
	Decrease	Increase	Decrease	Increase	Decrease	Increase
Discount Rate (+ / - 1%)	56.21	48.17	45.89	39.96	50.70	44.54
(% change compared to base due to sensitivity)	31.57%	12.64%	7.36%	-6.51%	6.89%	-6.10%
Salary Growth Rate (+ / - 1%)	48.40	55.85	40.18	45.59	44.78	50.48
(% change compared to base due to sensitivity)	18.24%	30.67%	-5.94%	6.66%	-5.60%	6.21%

Please note that the sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

b. Asset Liability Matching Strategies

The scheme is managed on funded basis.

c. Effect of Plan on Entity's Future Cash Flows

- Funding arrangements and Funding Policy

The scheme is managed on funded basis.

	Year Ended	Year Ended	Year Ended
	31 March 2024	31 March 2023	31 March 2022
- Expected Contribution during the next annual reporting period			
The Holding Company's best estimate of Contribution during the next year (In Lacs)	3.81	3.98	3.98
- Maturity Profile of Defined Benefit Obligation			
Weighted average duration (based on discounted cash flows)	7.65 Years	6.84 Years	6.32 Years
- Expected cash flows over the next (valued on undiscounted basis):	Year Ended	Year Ended	Year Ended
	31 March 2024	31 March 2023	31 March 2022
1 year	3.81	5.07	8.94
2 to 5 years	17.57	14.79	14.88
6 to 10 years	26.22	20.42	18.46



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GALA PRECISION ENGINEERING LIMITED
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ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32: ADDITIONAL/EXPLANATORY INFORMATION

h) Lease Accounting (Disclosure as per Ind AS 116 : Lease)

(i) The movement in Lease liabilities during the year

Particulars	(Rupees in Million)		
	As at 31st March 2024	As at 31st March 2023	As at 31st March 2022
Opening Balance	17.79	-	-
Additions during the year	-	18.50	-
Finance costs incurred during the year	1.65	0.61	-
Payments of Lease Liabilities	(4.56)	(1.31)	-
Closing Balance	14.88	17.79	-

(ii) The carrying value of the Rights-of-use and depreciation charged during the Year

For details pertaining to the carrying value of right of use of lease assets and depreciation charged thereon during the year, kindly refer note -2(b).

(iii) Amount Recognised in Statement of Profit & Loss Account during the Year

Particulars	(Rupees in Million)	
	Year Ended 31 March 2024	Year Ended 31 March 2023
Expenses related to Short Term Lease & Low Asset Value Lease	3.36	4.55
Total Expenses	3.36	4.55

(iv) Maturity analysis of lease liabilities

Particulars	(Rupees in Million)		
	As at 31st March 2024	As at 31st March 2023	As at 31st March 2022
Maturity Analysis of contractual undiscounted cash flows			
Less than one year	3.45	2.91	-
One to five years	11.43	14.89	-
Total undiscounted Lease Liability	14.88	17.79	-
Balances of Lease Liabilities			
Non Current Lease Liability	11.43	14.89	-
Current Lease Liability	3.45	2.90	-
Total Lease Liability	14.88	17.79	-



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NOTE 32: ADDITIONAL/EXPLANATORY INFORMATION

Particulars	(Rupees in Million)		
	As at 31 March 2024	As at 31st March 2023	As at 31st March 2022
i) Capital Commitment			
(i) Estimated amount of contracts remaining to be executed on Capital Account, net of advances and not provided for -	74.40	15.80	11.5
j) Contingent Liabilities not provided for:			
(a) Disputed Income Tax Demands			
(b) Patent Act*	32.97	32.97	78.1
(c) Bank guarantees	20.00	-	-
(d) Letters of credit	7.96	8.43	11.2
	37.45	6.25	3.2

* A patent infringement suit was filed by Nord-Lock AB & Nord-Lock (India) Pvt. Ltd. against Gala Precision Engineering Pvt. Ltd. & Gala Fasteners Pvt. Ltd. Infringement of patents related to Wedge Lock technology washers and involves the manufacture, sale, and advertisement of 'Gallock Washers' by Gala Precision Engineering. The Plaintiffs have reserved their rights to enhance their claim amount at a later stage taking into account the Defendants' total sales revenue for all the infringing products sold during the entire period of infringement, which will be assessed after the trial takes place. As the matter is currently under litigation, it is not possible to estimate the financial outcome at this stage. Consequently, no provision has been made in the financial statements in relation to the lawsuit.

k) During the year ended 31st March, 2023, the Holding Holding Company has completed the sale of the land and building located at Thane. The decision to sell the property was based on Holding Holding Company's strategic objectives, including optimizing its asset portfolio and reallocating resources to support its core business activities. Considering the significance of this transaction, the gain from the sale has been classified as an exceptional item and separately disclosed. (Refer Note 27)

l) Discontinuing Operations:

On 22nd June, 2022, the Board of Directors of the Holding Company ratified the decision of the management to dispose of Company's Surface Engineering Solutions division, which is also a separate segment as per AS 17, Segment Reporting. The disposal is consistent with the Holding Company's long-term strategy to focus its activities in the areas of Springs, Parts, Fasteners and Assemblies, and to divest unrelated activities. (Refer Note 27)

The Holding Company sold the Intangible assets of SES business relating to Deburring & Polishing Systems & related Media Chemicals and remaining Property, Plant & Equipment has been put to use for other business units during the year ended 31st Mar, 2024. The amounts of other assets comprising of "Assets and Liabilities" are regular business transactions which in view of the management are likely to be settled or disposed in due course of time. On 31st May, 2022, the Holding Company signed a contract to sell the SES Division to S M Systems Pvt Ltd for Rs. 30 Million. In October 2023, the Holding Company signed a contract with Gala Finishing Solutions Pvt. Ltd. for Rs. 3.50 Million.

"The amount of revenue and expenses in respect of the ordinary activities attributable to the discontinuing operation during the current year are as under"

Particulars	31-Mar-24	31-Mar-23	31-Mar-22
Revenue from operations	3.50	39.79	104.76
Profit Before Tax	(3.85)	16.49	-7.12

As per Management, only those income & expenses directly attributable to the discontinuing operations are considered for disclosure

m) The Group had taken proactive steps to transfer its China business to its distributor. Going forward, the Group intended to sell products to the local distributor, who would then sell to Chinese customers. However, as of March 2024, the Company has initiated winding-up proceedings for Gala China for which it has incurred expenses amounting to Rs. 2.94 Million. Given the ongoing winding-up process and the shift in business strategy to a distributor model, the Group has decided to write off the inventory amounting to Rs. 23.65 Million of Gala China.

Name of entity in the group	(Rupees in Million)							
	Net Assets (Total assets - Total Liabilities)		Share in profit		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
As at 31 March 2024								
Parent								
Gala Precision Engineering Limited	99.92%	1,043.80	102.04%	227.87	100.00%	4.86	101.99%	232.73
Subsidiary								
Gala Precision Components (Shanghai) Private Limited	0.06%	0.62	-0.90%	-2.00	0.00%	-	-0.88%	(2.00)
Gala Springs LLP	0.01%	0.06	-1.14%	-2.55	0.00%	-	-1.12%	(2.55)
Elimination								
Total	100.00%	1,044.48	100.00%	223.32	100.00%	4.86	100.00%	228.18
As at 31 March 2023								
Parent								
Gala Precision Engineering Limited	100.96%	814.55	69.76%	168.91	100.00%	2.24	70.04%	171.16
Subsidiary								
Gala Precision Components (Shanghai) Private Limited	-1.27%	(10.60)	30.24%	73.23	0.00%	-	29.97%	73.23
Gala Springs LLP	0.31%	2.59	-0.01%	-0.02	0.00%	-	-0.01%	(0.02)
Total	100.00%	836.54	100.00%	242.12	100.00%	2.24	100.00%	244.36
As at 31 March 2022								
Parent								
Gala Precision Engineering Limited	113.36%	672.43	123.74%	82.05	100.00%	(3.21)	124.96%	78.84
Subsidiary								
Gala Precision Components (Shanghai) Private Limited	-13.36%	-79.27	-23.74%	-15.74	0.00%	-	-24.95%	-15.74
Total	100.00%	593.16	100.00%	66.31	100.00%	(3.21)	100.00%	63.10



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GALA PRECISION ENGINEERING LIMITED
(Formerly known as GALA PRECISION ENGINEERING PRIVATE LIMITED)
ANNEXURE VI - NOTES TO RESTATED CONSOLIDATED FINANCIAL INFORMATION

NOTE 32: ADDITIONAL/EXPLANATORY INFORMATION

(Rupees in Million)

a) Additional regulatory information required by Schedule III

- i No proceedings have been initiated or pending against the Group under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder
- ii The Group is not declared wilful defaulter by any bank or financial institution or government or any government authority
- iii The Group has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- iv The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of layers) Rules 2017
- v The Group has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- vi The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entity (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- vii The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Hold Company shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- viii There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- ix The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year
- x The Group has not revalued its Property, Plant and Equipment (including Right-of-Use Assets) or intangible assets or both during the current or previous year.
- xi There are no charges or satisfaction which are yet to be registered with ROC beyond the statutory period.

For M.M.Nissim & Co LLP
Chartered Accountants
Firm Reg.No. 107123W

For and on behalf of the Board of Directors

Kirit V. Gala
Chairman and Managing Director
DIN : 01549274

S. Giridhar
Chief Financial Officer
Mumbai, 1st August, 2024

Balkishan S. Jalan
Whole Time Director
DIN : 02875873

Pooja Ladha
Company Secretary
Mumbai, 1st August, 2024

N. Kashinath
Partner
Membership No. 95490
Mumbai, 1st August, 2024

