

INDEPENDENT AUDITOR'S REPORT

To the Members of Commtel Networks Limited (Formerly known as Commtel Networks Private Limited)

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Commtel Networks Limited (Formerly known as Commtel Networks Private Limited) (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company, and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at 31 March 2025, and the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including material accounting policy information and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of their consolidated state of affairs of the Group as at 31 March 2025, and of consolidated profit (including other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year then ended.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended 31 March 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Revenue recognition - accounting for Turnkey project contracts

There are significant accounting judgements in estimating revenue to be recognised on contracts with customers, including estimation of costs to complete. The Group recognises revenue on the basis of stage of completion in proportion of the contract costs incurred at balance sheet date, relative to the total estimated costs of the contract at completion. The recognition of revenue is therefore dependent on estimates in relation to total estimated costs of each such contract.

Significant judgements are involved in determining the expected losses, when such losses become probable based on the expected total contract cost. Cost contingencies are included in these estimates to take into account specific risks of uncertainties or disputed claims against the Group, arising within each contract. These contingencies are reviewed by the Management on a periodic



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basis throughout the life of the contract and the necessary adjustments are made to the estimate of cost and the revenue recognised thereof.

Refer to Note Nos. 1(B) (ix) and 1(C)(1) to the Consolidated Financial Statements

Principal Audit Procedures

Our audit procedures related to the evaluation of the process for estimation of costs to complete and the related revenue recognition, evaluation of implications of change orders and impact of contingencies in estimating costs are as below

- a. Obtain an understanding of management process with respect to identification of the performance obligations within each contract, estimation of cost to complete the contract and measurement of actual costs incurred.
- b. We tested the design and implementation of management controls with respect to identification of the performance obligations and estimation of cost to complete the contract as well as select samples tested the operating effectiveness of those management controls.
- c. We further tested the design and implementation of management controls with respect to changes in the contract terms and consequential revisions made by the management in the cost to complete the contract and the related recognition of revenue.
- d. We have obtained and read contract documents for each selected sample including change orders and other related documents that were part of the agreement.
- e. For selected samples of the contract, we have recalculated the percentage of completion based on the input method by considering the Actual cost incurred during the year and impact of revisions in the expected cost to complete and order value.
- f. We have verified the presentation and disclosure in the financial statements with respect to contract assets and liabilities and other revenue related items.

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

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the

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provisions of the Act for safeguarding the assets of the Group for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of each company.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Consolidated Financial Statements.

Other Matter:

The consolidated financial statements of the Company for the year ended 31 March 2024, were audited by another auditor whose report dated 5 September 2024 expressed an unmodified opinion on those statements.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable, that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b. In our opinion, proper books of account as required by law have been kept by the Holding Company so far as it appears from our examination of those books, except that in the absence of sufficient appropriate audit evidence we are unable to comment whether back-up of the books of account and other books and papers maintained in electronic mode, have been kept in servers physically located in India on a daily basis.



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- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31 March 2025 taken on record by the Board of Directors of the Holding Company none of the directors of the Holding company, are disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. The reservation relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 1(b) above on reporting under Section 143(3)(b) and paragraph 2(h)(vi) below on reporting under Rule 11(g).
- g. With respect to the adequacy of internal financial controls with reference to consolidated financial statements of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group - Refer Note 40 to the consolidated financial statements.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There are no amounts which is required to be transferred, to the Investor Education and Protection Fund by the Holding Company.
 - iv.
 - a) The respective Managements of the Holding Company which is a company incorporated in India whose financial statements have been audited under the Act have represented to us, to the best of their knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company to or in any other person(s) or entity(ies), including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that such parties shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b) The respective Managements of the Holding Company whose financial statements have been audited under the Act have represented to us that, to the best of their knowledge and belief, no funds have been received by the Holding Company, from any person(s) or entity(ies), including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Holding Company, shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



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- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and according to the information and explanations provided to us by the Management of the Holding company in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material mis-statement.
- v. The Holding Company and subsidiary has neither declared nor paid any dividend during the year.
- vi. Based on our examination which included test checks, the Holding Company has used an accounting software for maintaining its books of account, as explained in Note 54 to the Consolidated financial statements. However, in the absence of sufficient and appropriate audit evidence, we are unable to comment on whether the same has been enabled and operated throughout the year for all relevant transaction recorded in the software. Further we are unable to comment whether the audit trail of prior year has been preserved by the company as per the statutory requirements for record retention.

The Company has used accounting software for maintenance of payroll records, which is managed and maintained by a third-party software service provider which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all the relevant transactions recorded in the software as explained in Note 54 to the standalone financial statements. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail of prior year has been preserved by the Company as per the statutory requirements for record retention.

- 2. In our opinion, according to information, explanations given to us, the provisions of Section 197 read with Schedule V of the Act and the rules thereunder are not applicable to the Holding Company as it is a private Company as at 31 March 2025.
- 3. According to the information and explanations given to us and based on the CARO reports issued by us for the Holding Company included in the consolidated financial statements of the Group to which reporting under CARO is applicable, we report that there are no adverse remarks.

For M S K C & Associates LLP (Formerly known as M S K C & Associates)

Chartered Accountants

ICAI Firm Registration Number: 001595S/S000168



Ojas D Joshi

Partner

Membership No. 109752

UDIN: 25109752BMMMIW6851

Place: Mumbai

Date: 25 September 2025

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ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF COMMTEL NETWORKS LIMITED (FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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



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From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended 31 March 2025 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For M S K C & Associates LLP (Formerly known as M S K C & Associates)

Chartered Accountants

ICAI Firm Registration Number: 001595S/S000168



Ojas D. Joshi

Partner

Membership No. 109752

UDIN: 25109752BMMMIW6851

Place: Mumbai

Date: 25 September 2025

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ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF COMMTEL NETWORKS LIMITED (FORMELY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Commtel Networks Limited (Formerly known as Commtel Networks Private Limited) on the Consolidated Financial Statements for the year ended 31 March 2025]

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

We have audited the internal financial controls with reference to consolidated financial statements of Commtel Networks Limited (Formerly known as Commtel Networks Private Limited) (hereinafter referred to as "the Holding Company") as of 31 March 2025 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Opinion

In our opinion, the Holding Company, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at 31 March 2025, based on the internal control with reference to consolidated financial statements criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI').

Management's and Board of Director's Responsibility for Internal Financial Controls

The Holding Company's Management and the Board of Directors of holding company are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding company. We conducted our audit of internal financial controls with reference to consolidated financial statements



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included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's internal financial controls with reference to Consolidated financial statements.

Meaning of Internal Financial Controls With reference to consolidated Financial Statements

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

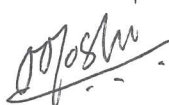
Inherent Limitations of Internal Financial Controls With reference to consolidated financial statements

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

For M S K C & Associates LLP (Formerly known as M S K C & Associates)

Chartered Accountants

ICAI Firm Registration Number - 0015955/S000168



Ojas D. Joshi

Partner

Membership No. 109752

UDIN: 25109752BMMMIW6851

Place: Mumbai

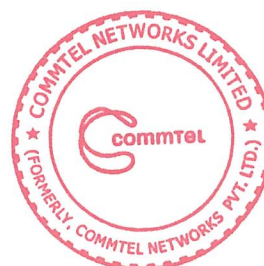
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COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

CONSOLIDATED BALANCE SHEET

PARTICULARS	NOTE	As at 31 March 2025	As at 31 March 2024	As at 1 April 2023
			Restated *	Restated *
ASSETS				
Non-current assets				
Property, Plant and Equipment	2	173.85	124.21	108.33
Capital work-in-progress	2	-	69.01	36.17
Right of use assets	43	84.79	98.62	131.78
Financial Assets				
(i) Investments	3	272.78	249.91	-
(ii) Trade receivables	4	304.08	501.33	327.84
(iii) Other Financial Assets	5	266.61	256.23	310.12
Deferred Tax Assets (Net)	44	100.61	143.00	96.07
Non Current Tax Assets (Net)	6	23.91	-	-
Other Non-current assets	7	265.77	158.94	198.21
Total Non-current assets		1,492.40	1,601.25	1,208.52
Current assets				
Inventories	8	584.77	748.39	476.43
Financial Assets				
(i) Trade receivables	9	3,376.74	2,233.25	1,745.99
(ii) Cash and cash equivalents	10	679.63	1,315.02	892.71
(iii) Bank balances other than (ii) above	11	642.79	63.84	36.91
(iv) Other Financial assets	12	97.17	224.02	11.06
Other Current Assets	13	748.88	414.43	506.21
Total Current Assets		6,129.98	4,998.95	3,669.31
Total Assets		7,622.38	6,600.20	4,877.83
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	14	18.54	18.54	18.54
Other Equity	15	4,437.22	3,304.92	2,807.43
Equity attributable to owners of the parent		4,455.76	3,323.46	2,825.97
Non-controlling interests		104.31	81.10	73.53
Total equity		4,560.07	3,404.56	2,899.50
Liabilities				
Non-current liabilities				
Financial Liabilities				
(i) Borrowings	16	22.74	80.92	81.75
(ii) Lease Liabilities	17	36.21	55.61	99.89
Provisions	18	164.55	51.53	33.71
Total non-current liabilities		223.50	188.06	215.35





CONSOLIDATED BALANCE SHEET

PARTICULARS	NOTE	As at 31 March 2025	As at 31 March 2024	As at 1 April 2023
			Restated *	Restated *
Current liabilities				
Financial Liabilities				
(i) Borrowings	19	1,255.85	1,203.12	572.71
(ii) Lease Liabilities	20	55.92	51.81	45.57
(iii) Trade payables	21			
Total outstanding dues of micro enterprises and small enterprises		38.96	1.93	0.85
Total outstanding dues of creditors other than micro enterprises and small enterprises		625.57	1,249.69	879.45
(iv) Other financial liabilities	22	175.11	66.16	127.28
Provisions	23	28.16	13.55	8.26
Other Current Liabilities	24	657.59	347.20	123.26
Current Tax Liabilities (Net)	25	1.65	74.12	5.60
Total Current liabilities		2,838.81	3,007.58	1,762.98
Total Equity and Liabilities		7,622.38	6,600.20	4,877.83
Summary of Material accounting policies & Notes to Consolidated Financial Statements.	1 to 54			

* Refer note no. 53

As per our report of even date attached
For M S K C & Associates LLP
(Formerly known as M S K C & Associates)
Chartered Accountants
Firm's Registration No.: 0015955/S000168

Ojas D. Joshi
Partner
Membership No: 109752

For and on behalf of the Board of Directors of
CommTEL Networks Limited
(Formerly Known As CommTEL Networks Private Limited)

Shriprakash R. Pandey
Chairman & Managing Director
DIN : 00032655

Dinesh Pandey
Wholetime Director
DIN : 00032707

Kiran Arvindakshan Menon
Chief Financial Officer

Prajakta K. Patil
Company Secretary

Date: 25 September, 2025
Place: Mumbai

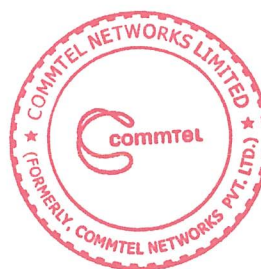
Date: 25 September, 2025
Place: Navi Mumbai



COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

PARTICULARS	NOTE	Year ended 31 March 2025	Year ended 31 March 2024
			Restated *
REVENUE			
Revenue from Operations	26	6,392.51	4,569.42
Other Income	27	182.93	100.72
TOTAL INCOME		6,575.44	4,670.14
EXPENSES			
Cost of Materials consumed	28	2,793.50	2,457.27
Changes in inventories of Project in progress	29	54.05	(54.07)
Employee benefit expenses	30	1,042.95	838.78
Finance costs	31	178.79	133.68
Depreciation and amortisation expense	32	95.58	80.35
Other expenses	33	1,156.45	656.86
TOTAL EXPENSES		5,321.32	4,112.87
Profit before tax		1,254.12	557.27
Income Tax Expense (Refer note 38)			
- Current tax		71.33	126.37
- Short (Excess) provision of tax of earlier years		(1.27)	0.35
- Deferred tax		48.46	(44.43)
		118.52	82.29
Profit after tax for the year		1,135.60	474.98





CONSOLIDATED STATEMENT OF PROFIT AND LOSS

PARTICULARS	NOTE	Year ended 31 March 2025	Year ended 31 March 2024
			Restated *
Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
- Remeasurement gain/ (loss) on defined benefit obligation		(58.82)	(12.63)
(ii) Income tax relating to items that will not be reclassified to profit or loss		6.08	2.50
Other Comprehensive Income for the year		(52.74)	(10.13)
Total Comprehensive Income for the year		1,082.86	464.85
Profit for the year attributable to			
Owners of the Parent		1,111.33	467.29
Non- Controlling Interest		24.27	7.69
		1,135.60	474.98
Other Comprehensive Income for the year attributable to			
Owners of the Parent		(51.70)	(10.05)
Non- Controlling Interest		(1.04)	(0.08)
		(52.74)	(10.13)
Total Comprehensive Income for the year attributable to			
Owners of the Parent		1,059.63	457.24
Non- Controlling Interest		23.23	7.61
		1,082.86	464.85
Earnings per equity share of face value of INR 2/- each	35		
- Basic		21.80	9.17
- Diluted		21.80	9.17
Summary of Material accounting policies & Notes to Consolidated Financial Statements.	1 to 54		

* Refer note no. 53

As per our report of even date attached
For M S K C & Associates LLP
(Formerly known as M S K C & Associates)
Chartered Accountants
Firm's Registration No.: 001595S/S000168


Ojas D. Joshi
Partner
Membership No: 109752

For and on behalf of the Board of Directors of
CommTEL Networks Limited
(Formerly Known As CommTEL Networks Private Limited)


Shriprakash R. Pandey
Chairman & Managing Director
DIN : 00032655


Kiran Arvindakshan Menon
Chief Financial Officer


Dinesh Pandey
Wholetime Director
DIN : 00032707


Prajakta K. Pati
Company Secretary

Date: 25 September, 2025
Place: Mumbai

Date: 25 September, 2025
Place: Navi Mumbai



CONSOLIDATED STATEMENT OF CASH FLOW

PARTICULARS	As at 31 March 2025	As at 31 March 2024
		Restated *
Cash Flows From Operating Activities		
Profit before extraordinary items and tax	1,254.12	557.27
Adjusted for :		
Depreciation	95.58	80.35
Finance costs	178.79	133.68
Provision for gratuity	38.82	21.13
Provision towards incentives	30.04	1.70
Allowance for Expected Credit Loss	60.81	18.06
Unrealized Exchange differences	(0.25)	10.57
Interest Income on loans and investments	(47.06)	(15.93)
Unwinding of Financial Assets	(111.65)	(58.98)
Dividend Income	(15.35)	(10.03)
Profit on sale of investments	-	-
Loss/ (Profit) on sale of Property, Plant and Equipment	76.55	(1.74)
Operating Profit before working capital changes	1,560.40	736.08
Adjusted for :		
Change in operating assets and liabilities:		
(Increase)/ Decrease in inventories	169.18	(267.37)
(Increase)/ Decrease in trade receivables	(880.47)	(604.55)
(Increase)/ Decrease in other financial assets	136.99	(212.85)
(Increase)/ Decrease in other current assets	(328.02)	95.45
Increase/ (Decrease) in trade payables	(590.76)	366.48
Increase/ (Decrease) in other financial liabilities	98.10	(64.71)
Increase/ (Decrease) in other current liabilities	311.75	224.64
(Increase)/ Decrease in other Non Current Assets	(4.01)	(2.93)
(Increase)/ Decrease in other financial assets (Non Current)	(12.00)	(2.79)
Cash Generated from Operations	461.16	267.45
Less : Taxes Paid (Net of Refunds)	(167.71)	(57.85)
Net Cash from Operating Activities	293.45	209.60
Cash Flows From Investing Activities		
Payment towards purchase of Property, Plant and Equipment	(88.87)	(82.97)
Loans given	(89.00)	(40.93)
Proceeds from the sale of Property, Plant and Equipment	0.78	2.87
Sale of Investments	-	90.19
Purchase of Investments	-	(249.91)
Fixed Deposits placed	(739.11)	(415.20)
Fixed Deposits matured	169.41	443.98
Interest received on loans	23.30	7.36
Cash Generated (used in) Investing Activities	(723.49)	(244.61)





CONSOLIDATED STATEMENT OF CASH FLOW

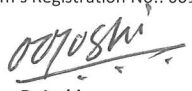
PARTICULARS	As at 31 March 2025	As at 31 March 2024
		Restated *
Cash Flows From Financing Activities		
Proceeds from long term borrowings	13.34	1.09
Repayment of long term borrowings	(66.68)	(70.06)
Short term borrowings (net)	47.79	698.48
Principal repayment on lease liabilities	(59.79)	(53.83)
Interest paid on lease liabilities	(8.24)	(8.85)
Finance expenses paid	(160.49)	(122.68)
Net cash Generated (used in) Financing Activities	(234.07)	444.15
Net increase in cash & Cash equivalents	(664.11)	409.14
Cash and Cash equivalents at the beginning of the year	1,315.02	892.71
Foreign Cash Translation Reserve on Cash & Cash Equivalents	28.72	13.17
Cash and Cash equivalents at end of the year [Refer Note 10]	679.63	1,315.02
Summary of Material accounting policies & Notes to Consolidated Financial Statements.	1 to 54	

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7

- "Cash Flow Statements"

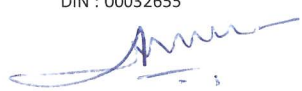
* Refer note no. 53

As per our report of even date attached
For M S K C & Associates LLP
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Chartered Accountants
Firm's Registration No.: 001595S/S000168


Ojas D. Joshi
Partner
Membership No: 109752

For and on behalf of the Board of Directors of
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(Formerly Known As CommTel Networks Private Limited)


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DIN : 00032655


Kiran Arvindakshan Menon
Chief Financial Officer


Dinesh Pandey
Wholetime Director
DIN : 00032707


Prajanta K. Patil
Company Secretary

Date: 25 September, 2025
Place: Mumbai

Date: 25 September, 2025
Place: Navi Mumbai



COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

CONSOLIDATED STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED ON 31 MARCH 2025

Particulars											Amount
A. Equity Share Capital											
Balance as at 1 April 2023 (Before Restatement)											18.54
Changes in the Equity Share Capital during the year											-
Balance as at 1 April 2023 (Restated) *											18.54
Balance as at 1 April 2023											18.54
Changes in the Equity Share Capital during the year											-
Balance as at 31 March 2024											18.54
Balance as at 1 April 2024											18.54
Changes in the Equity Share Capital during the year											-
Balance as at 31 March 2025											18.54
B. Other Equity											
Reserves & Surplus											
	Securities Premium	Capital Redemption Reserve	General Reserve	Statutory Reserve	Capital Reserve	Foreign Currency Translation Reserve	Retained Earnings	Attributable to Owners	Non-Controlling Interest	Total Other Equity	
Balance as at 1 April 2023 (before restatement)	54.20	1.00	102.46	0.53	2.37	325.06	2,516.45	3,002.07	62.09	3,064.16	
Changes in accounting policy or prior period errors (Net of deferred tax)	-	-	-	-	-	(10.57)	(184.07)	(194.64)	11.44	(183.20)	
Balance as at 1 April 2023 * (Restated)	54.20	1.00	102.46	0.53	2.37	314.49	2,332.38	2,807.43	73.53	2,880.96	





CONSOLIDATED STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED ON 31 MARCH 2025

Particulars	Securities Premium	Capital Redemption Reserve	General Reserve	Statutory Reserve	Capital Reserve	Foreign Currency Translation Reserve	Retained Earnings	Attributable to Owners	Non-Controlling Interest	Amount
B. Other Equity										
Balance as at 1 April 2023	54.20	1.00	102.46	0.53	2.37	314.49	2,332.38	2,807.43	73.53	2,880.96
Profit for the year	-	-	-	-	-	-	467.29	467.29	7.69	474.98
Other Comprehensive Income for the year	-	-	-	-	-	-	(10.05)	(10.05)	(0.08)	(10.13)
Total Comprehensive income for the year	54.20	1.00	102.46	0.53	2.37	314.49	2,789.62	3,264.67	81.14	3,345.81
Transactions with owners in capacity as owners										
Movement during the year	-	-	-	0.81	-	40.21	(0.77)	40.25	(0.04)	40.21
Balance as at 31 March 2024	54.20	1.00	102.46	1.34	2.37	354.70	2,788.85	3,304.92	81.10	3,386.02
Restated Balance as at 1 April 2024	54.20	1.00	102.46	1.34	2.37	354.70	2,788.85	3,304.92	81.10	3,386.02
Profit for the year	-	-	-	-	-	-	1,111.33	1,111.33	24.27	1,135.60
Other Comprehensive Income for the year	-	-	-	-	-	-	(51.70)	(51.70)	(1.04)	(52.74)
Total Comprehensive income for the year	54.20	1.00	102.46	1.34	2.37	354.70	3,848.48	4,364.55	104.33	4,468.88
Transactions with owners in capacity as owners										
Movement during the year	-	-	-	0.20	-	72.65	0.18	73.03	(0.02)	73.02
Balance as at 31 March 2025	54.20	1.00	102.46	1.53	2.37	427.35	3,848.30	4,437.22	104.31	4,541.53

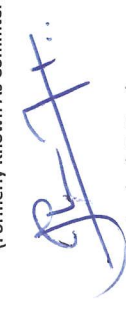
Summary of Material accounting policies & Notes to Consolidated Financial Statements. (1 to 54)

* Refer note no. 53

As per our report of even date attached
For M S K C & Associates LLP
(Formerly known as M S K C & Associates)
Chartered Accountants
Firm's Registration No.: 0015955/S000168


Ojas D. Joshi
Partner
Membership No: 109752

For and on behalf of the Board of Directors of
CommTEL Networks Limited
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Shripakash R. Pandey
Chairman & Managing Director
DIN : 00032655


Dinesh Pandey
Wholesale Director
DIN : 00032707


Kiran Arvindakshan Menon
Chief Financial Officer


Prajakta K. Patil
Company Secretary

Date: 25 September, 2025
Place: Mumbai

Date: 25 September, 2025
Place: Navi Mumbai



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. COMPANY OVERVIEW AND MATERIAL ACCOUNTING POLICIES:

A. Group Information

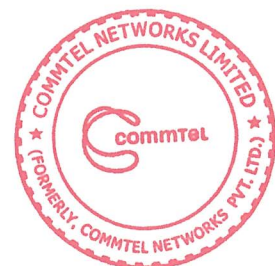
CommTEL Networks Limited (Formerly Known as “CommTEL Networks Private Limited” (“the Company/ Holding Company”) (CIN U32201MH1998PLC116062) is domiciled and operates as a public limited company in India under the provisions of the Companies Act, 2013 (the Act). The Holding Company's registered office is at 23, White Castle, 34/35, Union Park, Sion-Trombe Road, Chembur, Mumbai 400071, Maharashtra, India. The Holding Company was incorporated on 31 July, 1998 and was converted into a public limited company on 18 July, 2025.

These consolidated financial statements consists of financial statements of the Holding Company and its subsidiaries (together referred to as the “Group”) and have been approved by the Board of Directors at their meeting held on 25 September 2025.

The Holding Company and its subsidiaries considered in these consolidated financial statements are:

Name of the Company	Country of Incorporation	Ownership interest held by the respective holding companies	
		As at 31 March 2025	As at 31 March 2024
CommTEL Networks Limited ("Holding Company")	India	-	-
CommTEL Networks (FZC) ("Subsidiary Company")	United Arab Emirates	97%	97%
CommTEL Networks (USA) L.L.C. ("Subsidiary of CommTEL Networks (FZC)")	USA	100%	100%
CommTEL Networks L.L.C. ("Subsidiary of CommTEL Networks (FZC)")	United Arab Emirates	49%	49%

The Group is a specialized engineering and technology group specializing in designing, building and implementing integrated telecommunication, security, and safety (“ITSS”) systems for critical national infrastructure (“CNI”) facilities, with a specific focus on oil and gas and power sectors.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

B. Statement of Compliance and Basis of Preparation

(i) Statement of compliance

The consolidated financial statements for the year ended 31 March 2025, 31 March 2024 were prepared in accordance with the accounting standards notified under the Companies (Accounting Standards) Rules, 2015 (as amended) and the other relevant provisions of the Act.

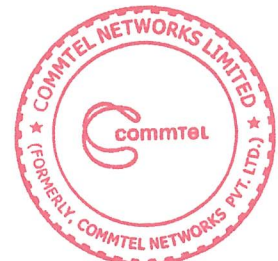
(ii) Basis of Preparation

The Consolidated Financial Statements of the Group comprises the Consolidated Balance Sheet as at 31 March, 2025 and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended 31 March, 2025 and a summary of material accounting policies and other explanatory information (together referred to as the "Consolidated Financial Statements").

The Consolidated Financial Statements of the Group have been prepared in accordance with Indian Accounting Standards (hereinafter referred to as "Ind AS") as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of Companies (Indian Accounting Standard) Rules, 2015, as amended.

The consolidated financial statements and information:

- have been prepared on accrual basis and in accordance with historical cost convention, except for certain class of financial assets and liabilities and net liability for defined benefits plans that are measured at fair value as required by relevant Ind AS. The accounting policies are applied consistently to all the periods presented in the financial statements.
- The financial statements are presented in INR rounded to the nearest million, the functional currency of the Group. Items included in the financial statements of the Group are recorded using the currency of the primary economic environment in which the Group operates (the 'functional currency').
- Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.
- The Group has prepared the Consolidated financial statements on the basis that it will continue to operate as a going concern.
- have been prepared after incorporating adjustments for the changes in accounting policies, material errors, if any, and regrouping/ reclassifications retrospectively in the respective period to reflect the same accounting treatment as per the accounting policies and grouping/ classifications followed as at and for the year ended 31 March 2025.



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**(iii) Principles for consolidation****Subsidiaries:**

Subsidiaries are all entities over which the Group has control. Control is achieved when the Group is exposed or has rights to variable returns from its involvement with the investee & affects those returns through its power over the investee. Subsidiaries are consolidated from the date on which control is transferred to / acquired by the Group and are not consolidated from the date that control ceases. The consolidated financial statements present the results of the Holding Company and its subsidiaries (the Group) as if they formed a single entity. The financial statements of the Holding Company and its subsidiaries have been consolidated on a line-by-line basis by adding together items of assets, liabilities, income and expenses. Intra-Group balances and intra-group transactions and resulting unrealized profits have been eliminated.

Non-controlling interests have been excluded. Non-controlling interests represents that part of the profit or loss and net assets of subsidiaries that are not directly or indirectly owned or controlled by the Group. Non-controlling interest in the net assets of consolidated subsidiaries consist of the amount of equity attributable to minority shareholders at the dates on which investments are made by the Group in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investment.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Group's separate financial statements.

(iv) Current and Non-Current Classification

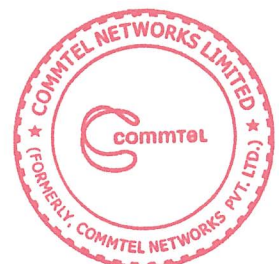
The Group presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realised in, or is intended for sale or consumption in, the Group's normal operating cycle.
- it is held primarily for the purpose of trading ;
- It is expected to be realised within 12 months after the reporting period; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

- It is expected to be settled in the Group's normal operating cycle;
- It is held primarily for the purpose of trading
- It is due to be settled within 12 months after the reporting date or
- the Group does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

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

Operating Cycle

Based on the nature of products/activities of the Group and the normal time between acquisition of assets and their realization in cash or cash equivalents. The Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

(v) Property, Plant & Equipment

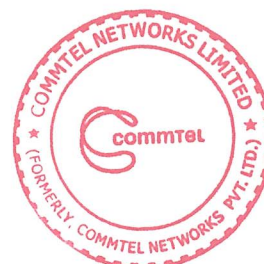
All items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses if any. Cost includes expenditure that is directly attributable to the acquisition of the items and the estimated present value of any future unavoidable costs of dismantling and removing items. Parts (major components) of an item of Property, plant and equipment's having different useful lives are accounted as separate items of property, plant and equipment's.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to Statement of Profit and Loss during the reporting period in which they are incurred.

Capital work-in-progress comprises of cost incurred on property, plant and equipment under construction / acquisition that are not yet ready for their intended use at the Balance Sheet Date. Advances paid towards the acquisition of property, plant and equipment outstanding at each reporting date is classified as Capital Advances under "Other Non-Current Assets" and assets which are not ready for intended use as on the reporting date are disclosed as "Capital Work in Progress".

Derecognition

An item of Property, Plant and Equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in Statement of Profit and Loss.

Depreciation

Depreciation on property plant and equipment is computed on the straight- line method based on the life assigned to each asset in accordance with Schedule II of the Companies Act, 2013 or as per applicable law in home country.

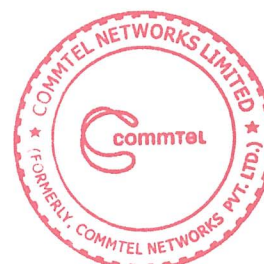
The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

The Group depreciates them separately based on underlying geography and specific useful life:

Asset Class	Useful Life
Building - Staff Quarters	60 years
Test Equipments	5 years
Computer & Printers	3-5 years
Office Equipments	5 years
Vehicles	5-8 years
Furniture & Fixtures	5-10 years

(vi) Leases

The Group's lease asset primarily consists of leases for Building. The Group assesses whether a contract contains a lease, at inception of a contract. The determination of whether a contract is (or contains) a lease is based on the substance of the contract at the inception of the lease. The contract is, or contains, a lease if the contract provides lessee, the right to control the use of an identified asset for a period of time in exchange for consideration. A lessee does not have the right to use an identified asset if, at inception of the contract, a lessor has a substantive right to substitute the asset throughout the period of use.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

The Group accounts for the lease arrangement as follows

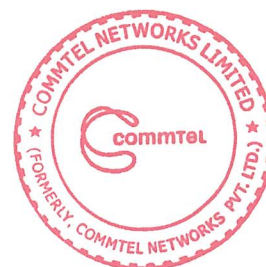
Where Group is a lessee

Right of Use Asset - The Group applies single recognition and measurement approach for all leases, except for short term leases (i.e for period upto 12 months) and leases of low value assets. On the commencement of the lease, the Group, in its Consolidated Balance Sheet, recognized the right of use asset at cost and lease liability at present value of the lease payments to be made over the lease term. Subsequently, the right of use asset is measured at cost less accumulated depreciation [calculated on straight line method] and any accumulated impairment loss. Right-of-use assets are depreciated on a straight-line basis over the lease term as per the underlying contracts.

Lease liabilities - At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognized as expenses in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. The lease payment made, are apportioned between the finance charge and the reduction of lease liability and are recognized as expense in the Consolidated Statements of profit and loss.

Short-term leases and leases of low-value assets - The Group applies the short-term lease recognition exemption to its short-term leases (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of assets that





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognized as expense on a straight-line basis over the lease term.

Lease deposits given are a financial asset and are measured at amortised cost under Ind AS 109 since it satisfies Solely Payment of Principal and Interest (SPPI) condition. The difference between the present value and the nominal value of deposit is considered as Right of Use Asset and depreciated over the lease term as follows.

Asset category	Lease Term
Building	3-5 years

Unwinding of discount is treated as finance income and recognized in the Consolidated Statement of profit and loss.

(vii)

Inventories

Inventory of materials are valued at lower of cost (net of indirect taxes, wherever recoverable) and net realizable value. Cost of inventory includes cost of purchases and all other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Project in-progress is valued at lower of cost (net of indirect taxes, wherever recoverable) and net realizable value.

(viii)

Cash and Cash Equivalents:

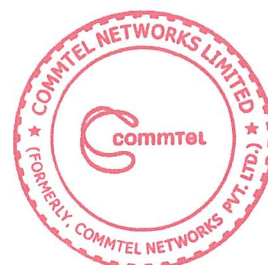
Cash and cash equivalents includes cash in hand, deposits held with banks, other short term highly liquid investments with original maturities of three months or less, and – for the purpose of the statement of cash flows - bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Consolidated balance sheet.

Cash Flows are reported using indirect method as set out in Ind AS – 7 “Statement of Cash flows” whereby profit/(loss) before tax is adjusted for the effects of transactions of non - cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

(ix)

Revenue from Contracts with Customers:

The Group earns revenue primarily from delivery of turnkey projects, which involves end-to-end project deliveries from design to commissioning iTSS solutions for new CNI facilities and major upgrades to such facilities. These implementations encompass complete project lifecycle management from initial requirements analysis through final system commissioning and handover. The projects are undertaken in a systematic, milestone





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

driven approach involving selection of technologies, system capacity sizing, architecture design, detailed engineering, integration, commissioning, inspection, testing and handover.

The Group also earns revenue from Engineering Services at the operational support stage, which encompasses field engineering services and operations and maintenance solutions.

Revenue from turnkey project contracts with customers is recognized over the period of time if any of the below mentioned criteria is met:

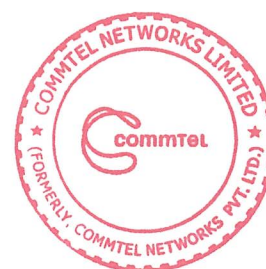
1. The Customer simultaneously receives and consumes the benefits as the Group performs. The same includes plant operations and maintenance, customer services, etc.
2. The Group's performance creates or enhances an asset that the customer controls as the asset is created or enhanced
3. The Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

Revenue from integration of turnkey projects where the performance obligations is satisfied over time are recognized using input method.

In other cases of turnkey project contracts where above conditions are not met, the revenue is recognised when performance obligation with respect to the project is satisfied.

Revenue from contract with customers is recognized only when the outcome of a project contract can be estimated reliably and is based on the extent of progress towards completion of the performance obligation. Input method of progress is used because it best depicts the transfer of control to the customer which occurs as it incurs costs on contracts. Under this method, the extent of progress towards completion is measured based on the proportion of costs incurred to date to the total estimated costs at completion of the performance obligation. Cost estimates on significant contracts are reviewed periodically, or when circumstances change and warrant a modification to a previous estimate. Provisions for anticipated losses on long-term contracts are recorded in full when such losses become evident, to the extent required.

Transaction Price for projects is the amount which Group expects to receive from customer in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties. The Group includes certain variable considerations as part of transaction price such as price escalations, performance related incentives and penalties including liquidated damages. The amount of variable consideration is estimated considering the expected value method or most likely amount



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

method as appropriate in a given circumstance to the extent it is highly probable that the significant reversal of revenue will not occur.

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Group performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration excluding any amounts presented as a receivable.

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is received. Contract liabilities are recognised as revenue when the Group performs under the contract.

Revenue from engineering services is recognized over time as the customer receives the benefit of the Group's performance and the Group has an enforceable right to payment for services rendered.

Revenue from annual maintenance contracts is recognized on an accrual basis pro-rata over the term of the contract.

(x) Other Income**Interest Income**

Interest income on investments, deposits and loans is accrued on time basis. Interest income on financial assets at amortised cost is recognised on time proportion basis using the effective interest rate method, based on the underlying interest rates.

Dividend income

Dividends are recognised when the right to receive payment is established. This is applied even if they are paid out of pre-acquisition profits unless the dividend clearly represents a recovery of cost of the investment.

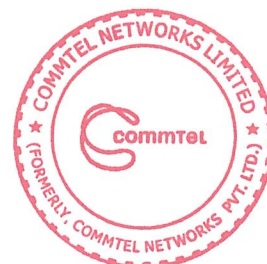
(xi) Employee Benefits**Short-term obligations**

Short-term benefits include salaries and allowances and are settled within 12 months. Accordingly these are presented under Current liabilities.

Post employment / Other long-term benefit :

The Group operates the following post-employment schemes/long term benefit:

- defined benefit plans such as gratuity; and
- defined contribution plans such as provident fund.



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

- Compensated absences
- Long term incentives

Defined contribution plan

The Group contributes to the Statutory Provident fund, administered by the government, at the prescribed rates and has no further obligation beyond making its contribution. Group's contribution payable under the schemes is recognised as expense in the statement of profit and loss during the period in which the employee renders the related service.

Defined benefit plan

Defined benefit scheme surpluses and deficits are measured at:

- (i) The fair value of plan assets at the reporting date; less
- (ii) Plan liabilities calculated using the projected unit credit method discounted to its present value using yields available on government bonds that have maturity dates approximating to the terms of the liabilities and are denominated in the same currency as the postemployment benefit obligations; less
- (iii) The effect of minimum funding requirements agreed with scheme trustees

Remeasurements of the net defined obligation are recognised directly within equity. The remeasurements include

- (i) Actuarial gains and losses
- (ii) Return on plan assets
- (iii) Any asset ceiling effects

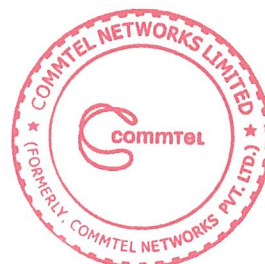
Service costs are recognised in profit or loss, and include current and past service costs as well as gains and losses on curtailments

Net interest expense (income) is recognised in profit or loss, and is calculated by applying the discount rate used to measure the defined benefit obligation (asset) at the beginning of the annual period to the balance of the net defined benefit obligation (asset), considering the effects of contributions and benefit payments during the period.

Gains or losses arising from changes to scheme benefits or scheme curtailment are recognised immediately in profit or loss. Settlements of defined benefit schemes are recognised in the period in which the settlement occurs.

Compensated Absences

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value, based on actuarial valuation, of the defined benefit obligation as at the balance sheet date.



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**Long term incentives**

The Group has proposed a long-term incentives scheme to motivate senior employees linking it to the growth and performance of the Group and the employee continuing with the Group, payable beyond twelve months from the end of financial year. The expense is recognized in the period during which the employee renders the related service and is recognized as a liability at the present value of the defined benefit obligation as at the balance sheet date.

(xii) Foreign Exchange Transactions

The functional currency of the Group and its subsidiaries is determined on the basis of the primary economic environment in which it operates. The functional and presentation currency of the Group in the home country of the Group is Indian National Rupees (INR).

Transactions denominated in foreign currency are recorded at the exchange rate on the date of transaction where the settlement of such transactions are taking place at a later date. The exchange gain/loss on settlement / negotiation during the year is recognized in the statement of profit and loss. In case of advance payment for purchase of assets/goods/services and advance receipt against sales of products/services, all such purchase/sales transaction are recorded at the rate at which such advances are paid/received.

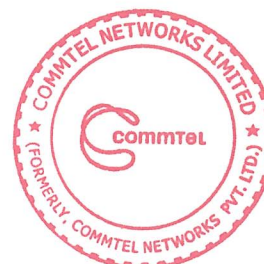
Foreign currency monetary transactions remaining unsettled at the end of the year are converted at year-end rates. The resultant gain or loss is accounted for in the statement of profit and loss.

Non-monetary items that are measured at historical cost denominated in foreign currency are translated using exchange rate at the date of transaction.

(xiii) Accounting and reporting of information for Operating Segments

The Group's operating segments are identified and reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM).

The CODM monitors the operating results of the Group's business & geographical segments separately for the purpose of making decisions about resource allocation and performance assessment. The Board of Directors have been identified as CODM.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(xiv) Borrowing Costs

Borrowing costs consists of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in Statement of Profit or Loss in the period in which they are incurred.

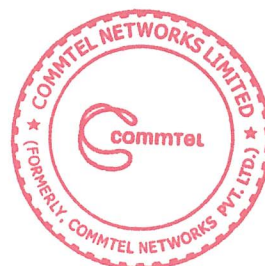
(xv) Tax Expense

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized as Changes in Equity or in Other Comprehensive Income.

The tax currently payable is based on taxable profit for the year under the new tax regime. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable profits. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

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



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**(xvi) Earnings per share****Basic earnings per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Group
- by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after-income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

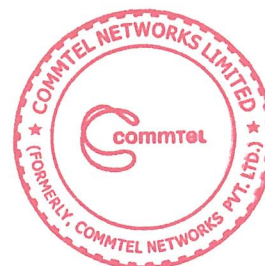
(xvii) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the present obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date.

The Contracts with customers provide for warranties issued by the Group for a certain period. The Group creates a provision to cover the same based on past trend of cost incurred in fulfilling warranty commitments.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. The Group issues bank guarantees to its customers which are linked to the fulfillment of performance. Based on past trend, wherein the guarantees are



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

not invoked by the Customers, the Group considers the same as contingent liability and discloses the same accordingly.

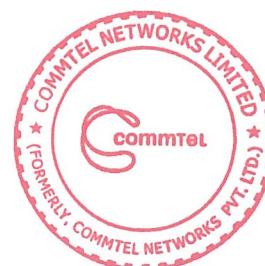
(xviii) Financial Instruments

Financial assets and/or financial liabilities are recognised when the Group becomes party to a contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at fair value except for trade receivables not containing a significant financing component are initially measured at transaction price. Transaction costs that are attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from as the case may be, the fair value of such financial assets or liabilities, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

A financial asset and a financial liability is offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognised amounts and it is intended to either settle on net basis or to realise the asset and settle the liability simultaneously.

Financial Assets:

- a. All recognised financial assets are subsequently measured in their entirety either at amortised cost or at fair value as follows:
 1. Investment in equity instruments issued by subsidiary, associate and joint venture companies are measured at cost less impairment.
 2. Trade receivables, security deposits, cash and cash equivalents, employee and other advances – at amortised cost.
- b. For financial assets that are measured at FVTOCI, income by way of interest and dividend, provision for impairment and exchange difference, if any, (on debt instrument) are recognised in profit or loss and changes in fair value (other than on account of above income or expense) are recognised in other comprehensive income and accumulated in other equity. On disposal of debt instruments at FVTOCI, the cumulative gain or loss previously accumulated in other equity is reclassified to profit or loss. In case of equity instruments at FVTOCI, such cumulative gain or loss is not reclassified to profit or loss on disposal of investments.
- c. A financial asset is primarily derecognised when:



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

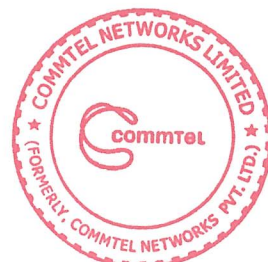
- i. the right to receive cash flows from the asset has expired, or
- ii. the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement; and (a) the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

On derecognition of a financial asset in its entirety, the difference between the carrying amount at the date of derecognition and the consideration received is recognised in profit or loss.

- d. Impairment of financial assets: For trade receivable, the Group applies the simplified approach of Ind AS 109, which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Impairment loss on trade receivables is recognised using expected credit loss model, which involves use of a provision matrix constructed on the basis of historical credit loss experience as permitted under Ind AS 109 and is adjusted for forward looking information. Impairment loss on investments is recognised when the carrying amount exceeds its recoverable amount. For all other financial assets, expected credit losses are recognised based on the difference between the contractual cashflows and all the expected cash flows, discounted at the original effective interest rate. ECLs are measured at an amount equal to 12-month expected credit losses or at an amount equal to lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

Financial Liabilities:

- a. Financial liabilities, including derivatives and embedded derivatives, which are designated for measurement at FVTPL are subsequently measured at fair value. Financial guarantee contracts are subsequently measured at the amount of impairment loss allowance or the amount recognised at inception net of cumulative amortisation, whichever is higher.
- b. A financial liability is derecognised when the related obligation expires or is discharged or cancelled. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**(xix) Accounting of Derivative Contracts**

Forward currency contracts are recognized on the trade date as financial instruments and are initially measured at fair value. These are remeasured at fair value at each reporting date with resultant gain/ loss taken to Statement of Profit & Loss.

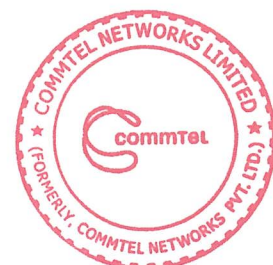
C. Use of Estimates and Critical Accounting Judgements

The preparation of the financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reportable amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Group and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Group believes to be reasonable under the existing circumstances. Actual results may differ from those estimates.

In particular, information about significant areas of estimation and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the Consolidated financial Information are disclosed below

1. **Project Revenue and Costs** - The input method places considerable importance on accurate estimates to the extent of progress towards completion and may involve estimates on the scope of deliveries and services required for fulfilling the contractually defined obligations. These significant estimates include total contract costs, total contract revenues, contract risks, including technical and regulatory risks, and other judgments viz. variable considerations such as claims, liquidated damages, etc. The Group re-assesses these estimates on periodic basis and makes appropriate revisions accordingly.
2. **Property, plant and equipment** - The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of the Group's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.
3. **Impairment of financial assets** - The Group assesses impairment on financial assets based on Expected Credit Loss (ECL) model. The provision matrix is based on its historically observed default rates over the expected life of the financial assets and is





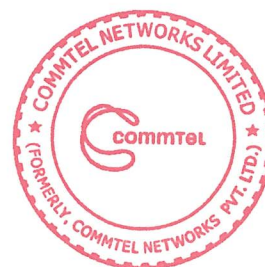
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in forward looking estimates are analysed.

4. **Employee benefit Plan** - The Group's obligation for employee benefit plan is determined based on 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, attrition, mortality rates and medical inflation rate. Due to the complexities involved in the valuation and its long-term nature, these liabilities are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameter most sensitive to change is the discount rate. In determining the appropriate discount rate the Actuary considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases are based on expected future inflation rates.

D. Recent Accounting Standards and Pronouncements

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 31 March, 2025, MCA has notified Ind AS – 117 Insurance Contracts and amendments to Ind AS 116 – Leases, relating to sale and leaseback transactions, applicable to the Group w.e.f. April 1, 2024. The Group has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statements.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)
NOTE 2 : PROPERTY, PLANT AND EQUIPMENT & CAPITAL WORK-IN-PROGRESS

Particulars	Buildings	Test Equipments	Computers & Printers	Office Equipment	Vehicles	Furniture & Fixtures	Total Property, Plant and Equipment	Capital Work in Progress
Gross Block (At Cost)								
As At 1 April 2023	10.25	42.50	45.78	47.63	78.14	245.79	470.09	36.17
Additions	-	3.22	6.98	4.76	15.13	20.39	50.48	32.31
Disposals	-	-	(5.16)	(1.96)	(6.24)	(0.48)	(13.84)	-
Translation Exchange	-	0.38	0.16	0.38	0.59	3.09	4.60	0.53
As At 31 March 2024	10.25	46.10	47.76	50.81	87.62	268.79	511.33	69.01
Additions	-	6.54	13.79	17.68	33.33	18.56	89.90	6.18
Disposals	-	(1.65)	(2.92)	(2.21)	(1.22)	(3.33)	(11.33)	(76.94)
Translation Exchange	-	0.72	0.29	0.67	1.08	5.83	8.59	1.75
As At 31 March 2025	10.25	51.71	58.92	66.95	120.81	289.85	598.49	-
Accumulated Depreciation								
As At 1 April 2023	2.51	33.35	30.82	26.58	54.09	214.41	361.76	-
Charge for the year	0.16	2.92	7.06	7.01	7.25	9.43	33.83	-
Disposals	-	-	(5.11)	(0.88)	(6.24)	(0.48)	(12.71)	-
Translation Exchange	-	0.29	0.13	0.26	0.53	3.03	4.24	-
As At 31 March 2024	2.67	36.56	32.90	32.97	55.63	226.39	387.12	-
Charge for the year	0.16	3.74	9.30	8.66	8.91	10.11	40.88	-
Disposals	-	(1.38)	(2.89)	(2.19)	(1.18)	(3.30)	(10.94)	-
Translation Exchange	-	0.55	0.25	0.52	0.85	5.41	7.58	-
As At 31 March 2025	2.83	39.47	39.56	39.96	64.21	238.61	424.64	-
Net Block								
As At 1 April 2023	7.74	9.15	14.96	21.05	24.05	31.38	108.33	36.17
As At 31 March 2024	7.58	9.54	14.86	17.84	31.99	42.40	124.21	69.01
As At 31 March 2025	7.42	12.24	19.36	26.99	56.60	51.24	173.85	-

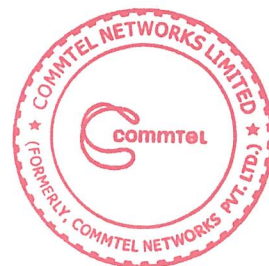
2.1 Property, plant and equipment pledged as security

- The freehold property being Buildings with a carrying amount of FY25: INR 7.42 Million (FY24: INR 7.58 Million; FY23: INR 7.74 Million) and mortgaged as first charge to credit limits (secured) - Note 16.

2.2 Refer Note 50.m for note on revaluation of Property, Plant & Equipment.

2.3 Refer Note 37 for ageing of Capital Work in Progress .

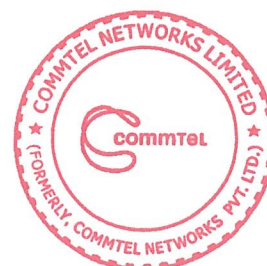
2.4 For restatement/ reclassification impact refer note 53.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

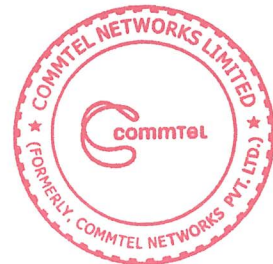
NOTE 3: NON - CURRENT - INVESTMENTS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Unquoted Investments			
Investment in Preference Shares (Refer Note 39)	272.78	249.91	-
(4,000,000 preference shares of SGD 1 each, being 100% of the total preference share capital of M/s Omshri Holdings Pte. Ltd., Singapore. These preference shares carry a coupon of 6% per annum, are non-convertible, and redeemable in nature.)			
This movement in investments is on account of dividend accrued and foreign exchange fluctuation and is carried at amortised cost.			
(For restatement/ reclassification impact refer note 53)			
	272.78	249.91	-
NOTE 4: TRADE RECEIVABLES - NON CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
(Unsecured, considered good unless otherwise stated)			
Non - Current Receivables	304.08	501.33	327.84
(For Ageing refer note 9)			
(For restatement/ reclassification impact refer note 53)			
	304.08	501.33	327.84
NOTE 5 : OTHER FINANCIAL ASSETS - NON CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
(Unsecured, considered good unless otherwise stated)			
Bank deposits with more than 12 months maturity	218.39	220.00	270.80
(Out of the above fixed deposits, FY25: INR 171.89 Million (FY24: INR 217.75 Million; FY23: INR 270.80 Million) have been earmarked as margin money for Bank Guarantees / Letter of Credit.)			
Security Deposits	47.83	36.23	39.32
Loans and Advances to Employees	0.39	-	-
(For restatement/ reclassification impact refer note 53)			
	266.61	256.23	310.12
NOTE 6 : NON CURRENT TAX ASSET (NET)	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Income Tax Refund Receivables	23.91	-	-
(Net of Income-tax Provision of FY25: INR 204.50 Million (FY24: Nil; FY23: Nil)			
(For restatement/ reclassification impact refer note 53)			
	23.91	-	-
NOTE 7 : OTHER NON CURRENT ASSETS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
(Unsecured, considered good unless otherwise stated)			
Loans and advances recoverable from related party (Refer note no. 39)	265.77	158.94	198.21
(For restatement/ reclassification impact refer note 53)			
	265.77	158.94	198.21





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 8 : INVENTORIES	31 March 2025	31 March 2024	1 April 2023
(At lower of cost and net realisable value)			
Materials	575.74	685.31	467.42
Project-in-progress	9.03	63.08	9.01
(The Inventories of Holding Company are hypothecated to Bank towards working facilities availed.)			
(* In case of materials, during the year ended 31 March, 2025 INR 27.49 Million (31 March, 2024: INR 37.37 Million; 31 March, 2023: INR 49.62 Million) was recognised as reserve for inventories.)			
(* In case of project-in-progress, during the year ended 31 March, 2025 INR 9.03 Million (31 March, 2024: INR 63.08 Million; 31 March, 2023: INR 9.01 Million) was recognised as expense for inventories at net realisable value.)			
(For restatement/ reclassification impact refer note 53)			
	584.77	748.39	476.43
Movement in Provision for Inventory Reserve			
Opening Balance	37.37	49.62	24.06
Add: Provision charged to Profit & Loss	-	-	25.56
Less: Provisions used during the year	(9.88)	(12.25)	-
Closing Balance	27.49	37.37	49.62
NOTE 9 : TRADE RECEIVABLES	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Trade receivables considered good - unsecured			
Current Receivables	3,594.13	2,389.13	1,883.69
Less: Expected Credit Loss Allowance	(217.39)	(155.88)	(137.70)
	3,376.74	2,233.25	1,745.99
(The Trade Receivables of the Holding Company are hypothecated to Bank towards working facilities availed.)			
Movement in Expected Credit Loss Allowance			
Opening Balance	155.88	137.70	35.81
Add: Incremental Provision	60.81	18.06	101.83
Add: Changes due foreign currency translation	0.70	0.12	0.06
Closing Balance	217.39	155.88	137.70





COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

Trade Receivables ageing schedule (Current and Non current) - As at 31 March 2025

As at 31 March 2025	Not Due*	< 6 months	6 mths -1 yr	1-2 Years	2-3 years	> 3 years	Total
Undisputed Trade receivables - Considered Good	3,044.16	472.17	246.13	105.29	27.35	3.11	3,898.21
Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable – credit impaired	-	-	-	-	-	-	-
Less: Expected Credit Loss Allowance	-	-	-	-	-	-	(217.39)
Total							3,680.82

* Not due portion includes Unbilled Revenue of INR 108.67 Mn.

There are no outstanding disputed Trade Receivables

Trade Receivables ageing schedule (Current and Non current) - As at 31 March 2024

Particulars	Not Due*	< 6 months	6 mths -1 yr	1-2 Years	2-3 years	> 3 years	Total
Undisputed Trade receivables - Considered Good	2,126.99	319.22	318.16	101.97	11.16	12.96	2,890.46
Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable – credit impaired	-	-	-	-	-	-	-
Profit on sale of investments	-	-	-	-	-	-	-
Less: Expected Credit Loss Allowance	-	-	-	-	-	-	(155.88)
Total							2,734.58

* Not due portion includes Unbilled Revenue of INR Nil.

There are no outstanding disputed Trade Receivables

Trade Receivables ageing schedule (Current and Non Current) - As at 1 April 2023

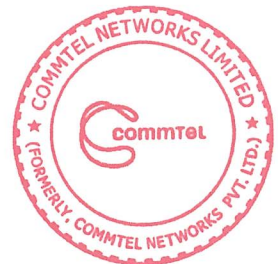
Particulars	Not Due*	< 6 months	6 mths -1 yr	1-2 Years	2-3 years	> 3 years	Total
Undisputed Trade receivables - Considered Good	1,671.31	370.81	121.45	12.96	34.24	0.76	2,211.53
Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable – credit impaired	-	-	-	-	-	-	-
Less: Expected Credit Loss Allowance	-	-	-	-	-	-	(137.70)
Total							2,073.83

* Not due portion includes Unbilled Revenue of INR Nil.

There are no outstanding disputed Trade Receivables

Of the total Receivables, FY25: INR 304.08 Million (FY24 INR 501.33 Million; FY23: 327.84 Million) is classified as long term receivables since the management expects to realise these beyond 1 year from the reporting date, as per underlying contractual terms.

(For restatement/ reclassification impact refer note 53)





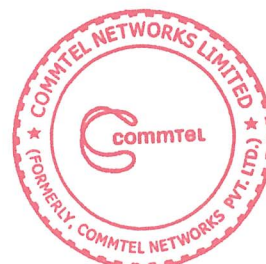
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 10 : CASH AND CASH EQUIVALENTS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Cash and Cash Equivalents			
Cash on Hand	2.61	1.69	1.33
Balances with Banks			
Current Account	652.01	1,183.33	891.38
In Deposits with maturity less than three months. *	25.01	130.00	0.00
*(For restatement/ reclassification impact refer note 53)			
	679.63	1,315.02	892.71

NOTE 11 : BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Deposits with banks with original maturity of more than three months but less than 12 months	642.79	63.84	36.91
(Out of the above fixed deposits, FY 25: INR 189.20 Million (FY24: INR Nil; FY23: INR 36.91 Million) have been earmarked as margin money for Bank Guarantees / Letters of Credit.)			
(For restatement/ reclassification impact refer note 53)			
	642.79	63.84	36.91

NOTE 12 : OTHER FINANCIAL ASSETS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Unsecured & Considered Good			
Loans and advances to employees	8.30	6.33	7.97
Earnest Money Deposits	5.82	3.05	3.09
Deposits with banks with original maturity of more than 12 months but maturing in less than 12 months	83.05	214.64	-
(Out of the above fixed deposits, FY25: INR 81.69 Million (FY24: INR 210.64 Million; FY23: Nil) have been earmarked as margin money for Bank Guarantees / Letters of Credit.)			
(For restatement/ reclassification impact refer note 53)			
	97.17	224.02	11.06

NOTE 13 : OTHER CURRENT ASSETS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Advances to Suppliers	140.23	224.32	48.05
Balance with Government authorities	36.97	11.43	14.29
Contract Assets (Refer note no. 47)	517.49	142.50	410.36
Prepaid Expenses *	54.19	36.18	33.51
(For restatement/ reclassification impact refer note 53)			
(* Includes INR 2.50 Million in FY25, costs incurred towards proposed Initial Public Offer (IPO), which shall be partly set off against securities premium on completion of IPO and partly recoverable from the Selling Shareholders, in the proportion of the fresh issue and offer for sale respectively.)			
	748.88	414.43	506.21





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 14 : SHARE CAPITAL	31 March 2025	31 March 2024	1 April 2023
AUTHORISED CAPITAL			
1,900,000 (FY24: 1,900,000; FY23: 1,900,000) Equity Shares of INR 10/- each (Refer Note 46)	19.00	19.00	19.00
100,000 (FY24: 100,000; FY23: 100,000) 1% Cumulative redeemable preference shares of INR 10/- each	1.00	1.00	1.00
	20.00	20.00	20.00
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
Equity Shares			
1,853,850 (FY24: 1,853,850; FY23: 1,853,850) Equity shares of INR 10/- each fully paid up	18.54	18.54	18.54
	18.54	18.54	18.54
a. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting			
Equity Shares	No. of Shares	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	1,853,850	1,853,850	1,853,850
Add: Shares issued during the year	-	-	-
Equity Shares at the end of the year	1,853,850	1,853,850	1,853,850
b. The rights, preferences and restrictions attaching to each class of shares			
The Holding Company has only one class of equity shares having a par value of INR 10/- per share. Each holder of equity shares is entitled to one vote per share. 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. The equity share has been split in equity share of face value INR 2/- each. (Refer note no. 46 related to sub division and issue of bonus shares post year end.)			
In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.			
c. The details of Shareholders holding more than 5% shares and Promoters:			
Name of the Shareholder	31.03.2025	31.03.2024	31.03.2023
	% Held	% Held	% Held
Of equity shares			
Shriprakash R. Pandey, Promoter	76.82%	76.82%	76.82%
Satish Pookulangara, Director	17.25%	17.25%	17.25%
Ramakrishnan Saseendran Kodapully	5.93%	5.93%	5.93%
d. The Holding Company has not allotted any shares for consideration other than cash during 5 years preceding the year end. (Refer note 46)			

NOTE 15 : OTHER EQUITY	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Securities Premium	54.20	54.20	54.20
Capital Redemption Reserve	1.00	1.00	1.00
General Reserves	102.46	102.46	102.46
Statutory Reserve	1.53	1.34	0.53
Capital Reserve	2.37	2.37	2.37
Foreign Currency Translation Reserve	427.35	354.70	314.49
Retained Earnings *	3,848.30	2,788.85	2,332.38
(For restatement/ reclassification impact refer note 53)			
	4,437.22	3,304.92	2,807.43

* For the movement refer Statement of Changes in Equity.





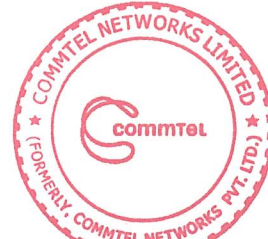
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 16 : BORROWINGS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Secured			
From Banks			
- Vehicle Loans from Banks	17.94	9.52	9.75
Banks have sanctioned various Vehicle Loans to the Holding Company and overseas subsidiaries. The loans have charge over the said motor vehicles. The repayment schedule ranges between 36 to 60 months and the interest rate ranges upto 11% p.a.			
- Term Loan from IDBI Bank Limited *	4.80	38.40	72.00
Term Loan of INR 100.00 Million taken during FY 21-22 is repayable from June 2023 with 35 instalments of INR 2.80 Million and last instalment of INR 2.00 Million. (It is secured by second charge on the assets of the Holding Company.			
Unsecured			
Related Party - Directors (Refer Note no. 39)	-	33.00	-
* (For restatement/ reclassification impact refer note 53)			
	22.74	80.92	81.75

NOTE 17 : LEASE LIABILITIES - NON-CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Unsecured			
Lease Liabilities	36.21	55.61	99.89
(For restatement/ reclassification impact refer note 53)			
	36.21	55.61	99.89

NOTE 18 : PROVISIONS - NON-CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Provision for Gratuity (Refer note 36)	118.32	46.57	30.12
Provision for Compensated Absences	28.10	4.96	3.59
Provision for Employee Incentives	18.13	-	-
(For restatement/ reclassification impact refer note 53)			
	164.55	51.53	33.71

NOTE 19 : FINANCIAL LIABILITIES - CURRENT BORROWINGS	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Current Portion of Long Term Borrowings (Refer Note No. 16)			
- Vehicle Loans from Banks	10.26	5.34	4.02
- Term Loan from IDBI Bank Limited	33.60	33.60	28.00
- From Others - Unsecured	-	-	75.00
Secured			
Cash Credit Account with banks	810.64	591.11	465.69
The facility is availed by Holding Company and secured by a pari-passu charge on present and future stocks, book debts, deposits with bank, personal guarantees of certain directors, their relative and entity owned by certain directors. In addition, immovable assets of the Holding Company and certain immovable properties of certain directors, their relative and entity owned by certain directors are mortgaged with Banks to secure the credit facility. (Refer Note 50.b)			
Foreign Currency Loans	401.35	573.07	-
The facility is availed by CommTEL Networks Limited and secured by a pari-passu charge on present and future stocks, book debts, deposits with bank, personal guarantees of certain directors, their relative and entity owned by certain directors. In addition, immovable assets of the Company and certain immovable properties of certain directors, their relative and entity owned by certain directors are mortgaged with Banks to secure the credit facility. (Refer Note 50.b)			
Foreign Currency Loans includes gains of FY25: INR 3.65 Million (FY24: Loss of INR 3.07 Million; FY23: Nil) exchange gain/ loss on restatement as at year end.			
(For restatement/ reclassification impact refer note 53)			
Total Borrowings	1,255.85	1,203.12	572.71





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 20 : LEASE LIABILITIES - CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Unsecured			
Lease Liabilities	55.92	51.81	45.57
	55.92	51.81	45.57

NOTE 21: FINANCIAL LIABILITIES - CURRENT - TRADE PAYABLES	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Payable for Goods & Services			
(a) Total outstanding dues of micro enterprises and small enterprises	38.96	1.93	0.85
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises			
- Other Trade Payable	625.57	1,249.69	879.45
(For restatement/ reclassification impact refer note 53)			
	664.53	1,251.62	880.30

Trade Payables ageing schedule - 31 March 2025					
Particulars	< 1 year	1-2 years	2-3 years	> 3 years	Total
(a) Undisputed - MSME	38.96	-	-	-	38.96
(b) Undisputed - Others	593.42	31.79	0.15	0.21	625.57
(c) Disputed - MSME	-	-	-	-	-
(d) Disputed - Others	-	-	-	-	-

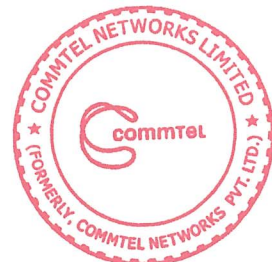
Trade Payables ageing schedule - 31 March 2024					
Particulars	< 1 year	1-2 years	2-3 years	> 3 years	Total
(a) Undisputed - MSME	1.93	-	-	-	1.93
(b) Undisputed - Others	1,225.30	23.92	0.47	0.00	1,249.69
(c) Disputed - MSME	-	-	-	-	-
(d) Disputed - Others	-	-	-	-	-

Trade Payables ageing schedule - 1 April 2023					
Particulars	< 1 year	1-2 years	2-3 years	> 3 years	Total
(a) Undisputed - MSME	0.85	-	-	-	0.85
(b) Undisputed - Others	801.50	63.10	14.85	-	879.45
(c) Disputed - MSME	-	-	-	-	-
(d) Disputed - Others	-	-	-	-	-

Details of dues to Micro and Small Enterprises as per MSMED Act, 2006

The details as required by MSMED Act are given below:

Particulars	31 March 2025	31 March 2024	31 March 2023
Amount unpaid as at year end - Principal	38.96	1.93	0.85
Amount unpaid as at year end - Interest	-	-	-
The amount of interest paid by buyer in terms of Sec.16 of The Micro, Small and Medium Enterprises Development Act, 2006 (the Act)	-	-	-
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Act.	-	-	-
The amount of interest accrued & remaining unpaid at the end of each accounting year	-	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under sec.23 of the Act.	-	-	-





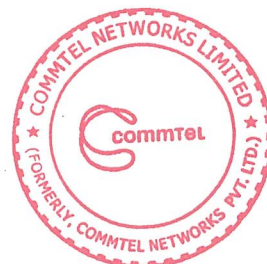
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 22 : OTHER FINANCIAL LIABILITIES - CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Employee Payables (Refer note 39)	157.87	58.98	122.25
Interest Accrued	6.57	5.95	5.03
Mark to Market Forward Currency Contracts (For restatement/ reclassification impact refer note 53)	10.67	1.23	-
	175.11	66.16	127.28

NOTE 23 : PROVISIONS - CURRENT	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Provision for Gratuity	5.96	4.79	3.58
Provision for Compensated Expenses	3.40	1.74	0.67
Provision for Employee Incentives	15.82	3.91	2.22
Provision for Warranties (For restatement/ reclassification impact refer note 53)	2.98	3.11	1.79
	28.16	13.55	8.26
Movement in Provision for Warranties			
Opening Balance	3.11	1.79	-
Add: Provision charged to Profit & Loss	-	1.32	1.79
Less: Provisions used during the year	(0.13)	-	-
Closing Balance	2.98	3.11	1.79

NOTE 24 : OTHER CURRENT LIABILITIES	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Advance from customers	37.56	0.66	17.92
Contract Liabilities (Excess of billing over revenue recognised)	545.25	281.35	96.82
Other Payables			
Statutory Dues (For restatement/ reclassification impact refer note 53)	74.78	65.19	8.52
	657.59	347.20	123.26

NOTE 25 : CURRENT TAX LIABILITIES (NET)	31 March 2025	31 March 2024	1 April 2023
		Restated *	Restated
Provision for tax (net of Advance tax & Tax at Source of INR Nil (FY24: INR 61.18 Million; FY23: 29.27 Million) (For restatement/ reclassification impact refer note 53)	1.65	74.12	5.60
	1.65	74.12	5.60





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 26 : REVENUE FROM OPERATIONS	31 March 2025	31 March 2024
		Restated *
Sale of Turnkey Projects & Products	6,047.95	4,276.76
Sale of Engineering / Maintenance Services (Refer note 47)	344.56	292.66
(For restatement/ reclassification impact refer note 53)		
	6,392.51	4,569.42

NOTE 27 : OTHER INCOME	31 March 2025	31 March 2024
		Restated *
Interest Income on Fixed Deposits and advances	45.34	14.52
Unwinding of Financial Assets	111.65	58.98
Interest Income on Security Deposits	1.72	1.40
Exchange Fluctuation Gain	-	-
Miscellaneous Income	24.22	21.70
Sundry Balances Written back	-	4.12
(For restatement/ reclassification impact refer note 53)		
	182.93	100.72

NOTE 28 : COST OF MATERIAL CONSUMED	31 March 2025	31 March 2024
		Restated *
Opening Stock	685.31	467.42
Add: Purchase of Materials	2,684.03	2,675.16
Less: Inventory capitalized	(0.10)	-
Less: Closing Stock	(575.74)	(685.31)
(For restatement/ reclassification impact refer note 53)		
	2,793.50	2,457.27

NOTE 29 : CHANGES IN INVENTORIES OF PROJECT-IN-PROGRESS	31 March 2025	31 March 2024
		Restated *
Opening Stock	63.08	9.01
Less : Closing Stock	(9.03)	(63.08)
(For restatement/ reclassification impact refer note 53)		
	54.05	(54.07)

NOTE 30 : EMPLOYEE BENEFIT EXPENSES	31 March 2025	31 March 2024
		Restated *
Salaries & Other Benefits	744.09	586.53
Director's Remuneration (Refer Note 39)	197.94	207.58
Compensated Absences (Refer Note 36)	46.60	10.17
Contribution to Provident & Other Funds (Refer Note 36)	29.11	16.45
Staff Welfare Expenses	25.21	18.05
(For restatement/ reclassification impact refer note 53)		
	1,042.95	838.78





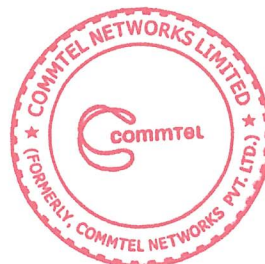
COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 31 : FINANCE COSTS	31 March 2025	31 March 2024
		Restated *
Interest Expenses on Borrowings	138.80	88.49
Bank Guarantee/Letter of credit charges	21.53	26.18
Interest expense on lease liabilities	8.24	8.85
Interest on delayed / deferred payment of income tax	0.78	8.93
Exchange Differences regarded as an adjustment to borrowing costs (For restatement/ reclassification impact refer note 53)	9.44	1.23
	178.79	133.68

NOTE 32 : DEPRECIATION	31 March 2025	31 March 2024
		Restated *
Depreciation on Property, Plant & Equipment (Refer Note 2)	40.88	33.83
Depreciation of Right of Use Assets (Refer Note 43) (For restatement/ reclassification impact refer note 53)	54.70	46.52
	95.58	80.35

NOTE 33 : OTHER EXPENSES	31 March 2025	31 March 2024
		Restated *
Travelling & Conveyance	149.40	149.30
Technical Fees	198.16	79.75
Marketing & Distribution Expenses	157.00	61.88
Legal and Professional Fees	105.33	68.64
Annual Subscription and Software License	82.26	18.17
Miscellaneous Direct Expenses	55.79	29.28
Loss on sale of Property, Plant and Equipment & Impairment	76.55	0.06
Sub-Contractor & Labour Charges	53.98	20.40
Rent, Rates & Taxes	42.97	25.84
Insurance	42.03	29.41
Allowance towards Expected Credit Loss	60.81	18.06
Bad Debts Written Off	0.82	45.40
Consumption of stores and spare parts	26.87	15.49
Exchange Loss	17.53	24.83
Power & Fuel	20.37	17.08
Communication	21.89	14.93
Office Cleaning & Maintenance	16.71	15.24
Auditors Remuneration (Refer note 45)	4.81	2.47
Printing & Stationery	5.57	6.09
Repair & Maintenance		
- Buildings	0.36	-
- Plant & Machineries	5.72	6.75
- Others	8.39	5.39
CSR Expenses (Refer note 49) (For restatement/ reclassification impact refer note 53)	3.13	2.40
	1,156.45	656.86



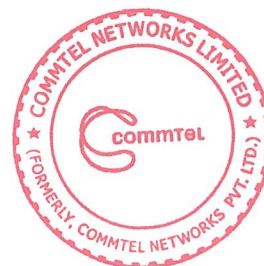


NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 34 : OTHER COMPREHENSIVE INCOME		31 March 2025	31 March 2024
			Restated *
Particulars			
A (i) Items that will not be reclassified in the profit & loss			
- Remeasurement of defined benefit liabilities		(58.82)	(12.63)
- Revaluation Surplus on Revaluation of Fixed Asset (Land & Building)		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		6.08	2.50
		(52.74)	(10.13)
B (i) Items that will be reclassified to the profit & loss			
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
(For restatement/ reclassification impact refer note 53)			
Total		(52.74)	(10.13)

NOTE 35 : EARNINGS PER SHARE		31 March 2025	31 March 2024
			Restated *
Pre - Sub-Division of Equity Share & Issue of Bonus Shares			
Net Profit after tax from continuing operations		1,135.60	474.98
Less: Profits attributable to non controlling interest		(24.27)	(7.69)
Net Profit after tax from continuing operations post NCI		1,111.33	467.29
Weighted average number of Equity shares outstanding (Face Value of INR 10/- per Equity Share)		1,853,850	1,853,850
Earnings per share		599.47	252.06
Diluted Earnings per Share		599.47	252.06
Post - Sub-Division of Equity Share & Issue of Bonus Shares			
Net Profit after tax from continuing operations		1,135.60	474.98
Less: Profits attributable to non controlling interest		(24.27)	(7.69)
Net Profit after tax from continuing operations post NCI		1,111.33	467.29
Weighted average number of equity shares outstanding		1,853,850	1,853,850
Add: Subdivision of shares subsequent to the year end considered for calculation of earnings per share for the current year and previous years (Refer note 46)		7,415,400	7,415,400
Add: Bonus share issued subsequent to the year end considered for calculation of earnings per share for the current year and previous years (Note 46)		41,711,627	41,711,627
Weighted average number of Equity shares outstanding (Face Value of INR 2 per Equity Share)		50,980,877	50,980,877
Earnings per share		21.80	9.17
Diluted Earnings per share		21.80	9.17

(For restatement/ reclassification impact refer note 53)

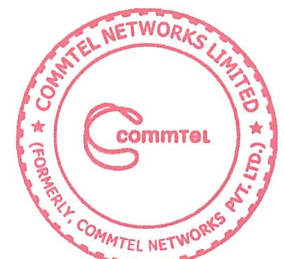




NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 36 : DISCLOSURE REQUIRED BY IND AS 19-EMPLOYEE BENEFITS

NOTE 36 : DISCLOSURE REQUIRED BY IND AS 19-EMPLOYEE BENEFITS		31 March 2025	31 March 2024	1 April 2023
			Restated *	Restated *
(a) Defined Benefit Plans:				
Gratuity Fund		37.62	27.83	23.71
The present value of the defined benefit obligations and the related current service cost were measured using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. The following table provides the disclosures in accordance with IND AS 19.				
Reconciliation of present value of the obligation and the fair value of plan assets				
Particulars	31 March 2025	31 March 2024	1 April 2023	
		Restated *	Restated *	
Reconciliation of Opening and Closing balance of the Present Value of the defined benefit obligation				
Obligation at period beginning	80.05	57.82	47.64	
Current service cost	17.56	6.93	5.57	
Past Service Cost	-	-	-	
Interest Cost	4.98	3.52	2.53	
Actuarial (gain) / loss	55.36	4.52	9.83	
Benefits paid	-	(1.25)	(1.82)	
Actuarial (gain) / loss due to Experience	3.60	7.64	(6.34)	
Exchange gain loss on Closing Valuation	-	0.87	0.41	
Obligations at the year end	161.55	80.05	57.82	
Change in Plan Assets				
Plan assets at period beginning, at fair value	27.83	23.71	23.53	
Expected return on plan assets	2.22	1.89	1.72	
Actuarial gain / (loss)	0.13	(0.44)	(0.43)	
Contributions	7.86	3.92	0.71	
Benefits paid	-	(1.25)	(1.82)	
Admin Expenses / Taxes Paid from Plan assets	(0.42)	-	-	
Plan assets at the year end, at fair value	37.62	27.83	23.71	
Reconciliation of present value of the obligation and the fair value of plan assets				
Fair Value of plan assets at the end of the year	(37.62)	(27.83)	(23.71)	
Present value of the defined benefit obligations at the end of the year	161.55	80.05	57.82	
Liabilities/(Assets) recognized in the Balance Sheet	123.93	52.22	34.11	
Cost for the year				
Current service cost	17.56	6.93	5.57	
Past Service Cost	-	-	-	
Interest Cost	4.98	3.52	2.53	
Expected return on plan assets	(2.22)	(1.89)	(1.72)	
Actuarial (gain) / loss	58.82	12.61	3.93	
Admin Expenses / Taxes Paid from Plan assets	0.42	-	-	
Net Cost recognized in the Statement of Profit and Loss	79.56	21.17	10.31	
Assumptions used to determine the benefit obligation:				
Discount Rate	5.49% - 6.99%	5.25% - 7.25%	4.61% - 7.55%	
Estimated rate of return on plan assets	7.25%	7.55%	7.49%	
Expected rate of increase in salary	10.00%	5.00% - 7.00%	5.00% - 8.00%	
Attrition Rate	5.00%	5.00% - 10.00%	5.00% - 10.00%	
Sensitivity analysis for significant assumption is as under:				
Area	Sensitivity Level			
Discount Rate	1% increase	(17.33)	(3.82)	(2.58)
	1% decrease	20.70	4.42	2.98
Salary Growth Rate	1% increase	15.87	3.27	2.42
	1% decrease	(14.18)	(3.02)	(2.19)
Attrition Rate	1% increase	(4.42)	0.64	0.58
	1% decrease	5.11	(0.71)	(0.65)





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

b) Compensated Expenses

The Holding Company has a liability towards compensated absences being long-term in nature and has been determined in accordance with the requirements of Ind AS 19 – Employee Benefits. The valuation of this obligation has been carried out using actuarial principles, considering the parameters of estimated timing and currency of the future benefit payments, discount rate, escalation costs, etc.

Based on the underlying assumptions, the present value of the defined benefit obligation in respect of these other long-term employee benefits as at 31 March 2025 amounts to INR 16.98 Million (31 March 2024: INR 6.70 Million; 31 March 2023: INR 4.27 Million).

The overseas subsidiaries has a liability towards compensated absences being long-term in nature and has been determined in accordance with the requirements of IAS 19 – Employee Benefits. The valuation of this obligation has been carried out using actuarial principles, considering the parameters of estimated timing and currency of the future benefit payments, discount rate, escalation costs, etc.

Based on the underlying assumptions, the present value of the defined benefit obligation in respect of these other long-term employee benefits as at 31 March 2025 amounts to FY25: INR 14.52 Million (31 March 2024: INR Nil; 31 March 2023: INR Nil).

c) Long term Incentives

Particulars	31 March 2025	31 March 2024	1 April 2023
Reconciliation of Net Balance Sheet Liability			
Net (Asset)/Liability Recognised at the beginning of the period	-	-	-
Employer expense	18.14	-	-
Net (Asset)/Liability Recognised at the end of the period	18.14	-	-
Cost recognized in Statement of Profit and Loss			
Employer expense	18.14	-	-
Net Cost recognized in the Statement of Profit and Loss	18.14	-	-
Assumptions			
Discount Rate	4.60% - 6.54%	-	-
Probability of achieving the target	86.00%	-	-
Attrition Rate	5.00%	-	-

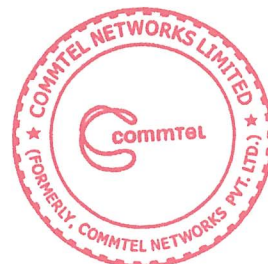
(d) Provident Fund - Defined Benefit Plan

"Contribution to provident and other funds" is recognised as an expense in the Statement of Profit and Loss (INR 8.45 Million; FY24: INR 7.93 Million).

NOTE 37 : CAPITAL WORK IN PROGRESS (CWIP)

Particulars	Amount in CWIP as at 31 March 2025				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in Process	-	-	-	-	-
Particulars	Amount in CWIP as at 31 March 2024				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in Process	32.84	36.17	-	-	69.01
Particulars	Amount in CWIP as at 1 April 2023				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in Process	36.17	-	-	-	36.17

As on the date of balance sheet, there is no capital work in progress projects whose completion is overdue or has exceeded the cost, based on approved plan.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 38 : TAX EXPENSES	31 March 2025	31 March 2024
a. Current tax		
Tax on Profits for the company	71.33	126.37
Adjustment for tax of prior period	(1.27)	0.35
b. Deferred tax		
Decrease (Increase) in deferred tax	48.46	(44.43)
Total Income tax (benefit)/ expense	118.52	82.29
Reconciliation of tax expense and the accounting profit multiplied applicable tax rate	31 March 2025	31 March 2024
Profit/(Loss) before income tax expense of the company	1,254.12	557.27
Corporate Tax rate	25.168%	25.168%
Calculated tax at tax rate applicable	315.64	140.25
Tax Adjustments:		
Tax portion of Income of the overseas subsidiaries not chargeable to tax	(200.27)	(61.13)
Differential tax due to lower tax rate applied for overseas subsidiary	(1.47)	-
Expenses not deductible for tax purposes	3.88	2.65
Adjustments for tax of prior periods	(1.27)	0.35
DTA recognised in Current year	48.46	(44.43)
Prior Years' restatement	(46.45)	44.60
Income Tax Expense recognised in the Statement of Profit & Loss	118.52	82.29

(For restatement/ reclassification impact refer note 53)

NOTE 39 : RELATED PARTIES DISCLOSURE

Directors/ Key Management Personnel

- Mr. Shriprakash R. Pandey, Chairman & Managing Director
- Mr. Dinesh Pandey, Wholtime Director
- Mr. Satish Pookulangara, Director

Relatives of Directors/ Key Management Personnel

- Dr. Seema Pandey (Sister in law of Mr. Shriprakash R. Pandey)
- Mr. Rohit Pandey (Nephew of Mr. Shriprakash R. Pandey)

Concerns in which key management personnel or relatives thereof have controlling interest

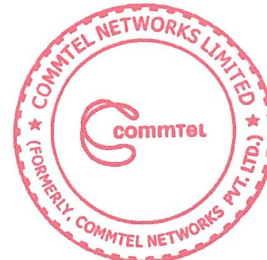
- CommTEL Foundation (Section 8 Company)
- OmsHri Holdings Pte. Ltd. (Singapore)
- Volks Resources LLC
- Energia Global LLC

Concerns in which key management personnel or relatives thereof have significant influence

- M/s. NYBL Holding Limited, Abu Dhabi (U.A.E.)

Details of transactions with related party in the ordinary course of business

Particulars	31 March 2025	31 March 2024
(i) Key Management Personnel		
Mr. Shriprakash R. Pandey		
Remuneration & Other Benefits	140.30	100.46
Rent Expense	0.60	0.60
Post Employment Benefits	1.55	1.41
Unsecured Loan taken	-	19.40
Unsecured Loan repaid	-	19.40
Mr. Dinesh Pandey		
Remuneration & Other Benefits	10.77	10.61
Post Employment Benefits	0.19	0.17
Unsecured Loan taken	-	33.00
Unsecured Loan repaid	33.00	-
Mr. Satish Pookulangara		
Remuneration & Other Benefits	17.21	12.82
(i) Relatives of Key Management Personnel		
Mr. Rohit Pandey		
Remuneration & Other Benefits	46.87	96.52
Post Employment Benefits	3.05	1.09
Dr. Seema Pandey		
Professional fees	0.72	0.72





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

(iii) Concerns in which key personnel have controlling interest		
CommTEL Foundation		
CSR Expenses	2.63	2.40
Energia Global LLC		
Technical Fees	15.41	17.80
Professional Fees	32.28	-
Volks Resources LLC		
Engineering Services	3.54	-
OmsHri Holdings Pte. Ltd.		
Investment in preference shares*	-	249.91
Sale of investments	-	-
Dividend Income	15.35	10.03
NYBL Holding Limited		
Interest Income	13.82	7.06
Loan Given	88.86	133.34

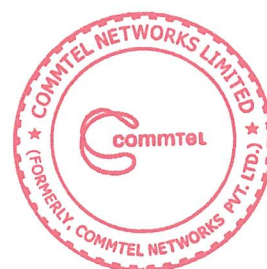
Amount due (to)/from related party as on:

Particulars	Classification	31 March 2025	31 March 2024	1 April 2023
Investments				
Investment in Preference Shares of OmsHri Holdings Pte. Ltd.*	Non-Current	272.78	249.91	-
Loans & Advances				
Loan to NYBL Holdings Ltd.	Current	265.77	158.94	25.74
Borrowings				
Unsecured Loan Taken from Mr. Dinesh Pandey	Current	-	33.00	-
Trade Payables				
Energia Global LLC	Current	15.81	-	-
Volks Resources LLC	Current	0.17	-	-
Payables				
Employee Benefits payable to Mr. Shriprakash R. Pandey	Current	75.60	5.67	5.59
Employee Benefits payable to Mr. Dinesh Pandey	Current	0.58	0.59	0.49
Employee Benefits payable to Mr. Rohit Pandey	Current	3.84	3.40	3.35
Employee Benefits payable to Mr. Satish Pookulangara	Current	0.29	0.27	0.23

Note: The transactions with related parties are at prevailing arm's length price.

* There is a difference between values reported in transactions during the year and closing balances due to fair value measurement as at year end. The movement in the year end balances is on account of fair value measurement during the year.

NOTE 40 :CONTINGENT LIABILITIES & CAPITAL COMMITMENTS	31 March 2025	31 March 2024	1 April 2023
Contingent liabilities in respect of			
A. Bank guarantees issued for the purpose of performance of contractual obligation.	1,078.91	667.53	459.20
B. Other Litigations	8.93	-	-
(A claim of INR 1.12 million was filed by the Official Liquidator of First Leasing Company of India Limited towards lease charges and accrued interest thereon. As per the order of the Hon'ble High Court of Madras, the gross amount payable was determined to be INR 10.05 million. Of this, the Company had already remitted INR 8.93 million through Tax Deducted at Source (TDS) and deposits made towards end management fees which is to be accounted by the other party. The differential amount of INR 1.12 million, representing the unpaid portion of the claim, has been duly provided for in the books of account and the amount of INR 8.93 million under reconciliation is reported in contingent liability).			
Capital Commitments (Test equipment)	-	5.56	-





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

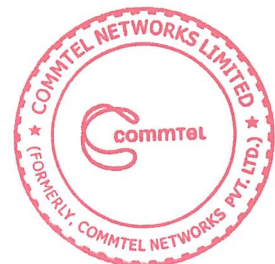
NOTE 41 : DISCLOSURE OF IND AS 108 SEGMENT REPORTING

The Group is primarily engaged in the business of specialised engineering in designing, building & implementing integrated telecommunication security & safety systems and maintaining them which in terms of IND AS 108 constitutes a single reporting segment.

NOTE 42 : STATUTORY GROUP INFORMATION

Additional information required under Schedule III to the Companies Act, 2013 of entities consolidated as Subsidiaries

Name of the entities in the group	Net Assets (total assets minus total liabilities)		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
Parent								
CommTEL Networks Limited								
31 March 2025	19.73%	879.23	29.69%	329.95	34.97%	(18.08)	29.43%	311.87
31 March 2024	17.07%	567.37	49.66%	232.05	74.04%	(7.43)	49.12%	224.62
31 March 2023	12.13%	342.75	-1.32%	(7.71)	126.76%	(3.51)	-1.93%	(11.22)
Foreign Subsidiary								
CommTEL Networks (FZC)								
31 March 2025	82.52%	3,676.87	70.49%	783.38	63.02%	(32.58)	70.85%	750.80
31 March 2024	85.91%	2,855.31	46.15%	215.65	25.16%	(2.53)	46.61%	213.12
31 March 2023	92.06%	2,601.69	111.81%	651.53	-25.93%	0.72	112.47%	652.25
CommTEL Networks L.L.C								
31 March 2025	0.44%	19.74	0.18%	1.95	0.00%	-	0.18%	1.95
31 March 2024	0.52%	17.33	1.72%	8.05	0.00%	-	1.76%	8.05
31 March 2023	0.32%	9.09	0.30%	1.74	0.00%	-	0.30%	1.74
CommTEL Networks (USA) LLC								
31 March 2025	-0.07%	(3.19)	2.45%	27.28	0.00%	-	2.57%	27.28
31 March 2024	-0.90%	(29.98)	3.97%	18.54	0.00%	-	4.06%	18.54
31 March 2023	-1.70%	(47.94)	-7.27%	(42.35)	0.00%	-	-7.30%	(42.35)
Eliminations & Consolidations Adjustments								
31 March 2025	-0.28%	(12.59)	-0.63%	(6.96)	0.00%	-	-0.66%	(6.96)
31 March 2024	-0.16%	(5.47)	0.15%	0.68	0.00%	-	0.15%	0.68
31 March 2023	-0.22%	(6.09)	-0.37%	(2.15)	0.00%	-	-0.37%	(2.15)
Non-Controlling Interests in All Subsidiaries								
31 March 2025	-2.34%	(104.31)	-2.18%	(24.27)	2.01%	(1.04)	-2.39%	(25.31)
31 March 2024	-2.44%	(81.10)	-1.65%	(7.69)	0.80%	(0.08)	-1.70%	(7.77)
31 March 2023	-2.60%	(73.53)	-3.15%	(18.35)	-0.83%	0.02	-3.16%	(18.33)
Total								
31 March 2025	100.00%	4,455.76	100.00%	1,111.33	100.00%	(51.70)	100.00%	1,059.63
31 March 2024	100.00%	3,323.46	100.00%	467.29	100.00%	(10.04)	100.00%	457.25
31 March 2023	100.00%	2,825.97	100.00%	582.71	100.00%	(2.77)	100.00%	579.94





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 43 : LEASE

The Group has certain leases with lease term up to 12 months. The company applies the recognition exemptions relating to short-term leases and lease of low-value assets for these leases

Details of leasing arrangements

The Group has taken building premises on lease for a period of 3 - 5 years

(i) Amount Recognised in the Balance Sheet

Right of use asset

Particulars	31 March 2025	31 March 2024	1 April 2023
Building			
Gross Block	221.15	212.62	195.46
Add: Additions during the year	39.79	12.47	13.81
Less: Deletions during the year	-	(5.62)	(4.22)
Less : Accumulated Depreciation	(123.57)	(81.16)	(41.80)
Less: Depreciation for the year	(54.70)	(46.52)	(42.84)
Less: Disposals/ Terminations	-	5.62	4.22
Add/(Less): Exchange Difference	2.12	1.21	7.15
Net Block	84.79	98.62	131.78

Lease Liability

Particulars	31 March 2025	31 March 2024	1 April 2023
Non - Current			
Lease Liabilities	36.21	55.61	99.89
Total Non - Current	36.21	55.61	99.89
Current			
Lease Liabilities	55.92	51.81	45.57
Total Current	55.92	51.81	45.57

Movement of lease liabilities

Particulars	31 March 2025	31 March 2024	1 April 2023
Opening Balance at the beginning of the year	107.43	145.46	171.36
Add: Additions during the year	38.52	7.06	-
Add: Interest expense on lease liabilities	8.24	8.85	11.84
Less: Lease payments made	(60.23)	(50.69)	(44.65)
Add/less: Modifications	(2.97)	(4.23)	-
Add/less: Exchange Difference	1.13	0.99	6.91
Closing balance at the end of the year	92.13	107.43	145.46

(ii) Amounts recognised in the Statement of Profit or Loss

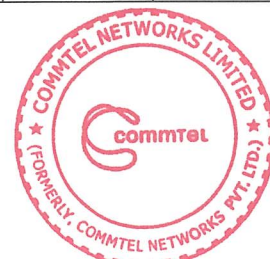
The statement of profit or loss shows the following amount related to leases :

Particulars	Note	2024 - 2025	2023 - 2024	2022 - 2023
Depreciation charge on Right of use Assets				
Buildings	32	54.70	46.52	42.84
Total		54.70	46.52	42.84
Other Costs				
Interest expense (included in finance costs)	31	8.24	8.85	11.84
Expenses relating to short term leases (included in other expenses)	33	37.00	23.32	17.63
Total		45.24	32.17	29.48

(For restatement/ reclassification impact refer note 53)

Maturity Analysis of Lease Liabilities

Particulars	31 March 2025	31 March 2024	1 April 2023
Lease Rental Payment			
Within 1 Year	60.53	56.92	53.66
Beyond 1 Year	40.88	57.84	107.41
Total Payment	101.41	114.76	161.07
Less: Interest Expenses	(9.28)	(7.33)	(15.61)
Total	92.13	107.43	145.46





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

Note 44 : DEFERRED TAX ASSETS & LIABILITIES

Movement in deferred tax balances

	Assets	Liabilities	Net	(Charged)/ Credited to profit & loss	(Charged)/ Credited to OCI	Total
As at 31 March 2025						
Property, Plant and Equipment	2.27	-	2.27	(0.78)	-	(0.78)
Provision for employee benefits	18.94	-	18.94	(5.97)	(6.08)	(12.05)
Allowance for expected credit loss	42.22	-	42.22	(6.52)	-	(6.52)
Change in Revenue Recognition method	21.59	(17.15)	38.74	61.25	-	61.25
Others	2.38	0.50	1.88	(0.76)	-	(0.76)
Lease Liabilities (Net of ROU assets)	-	2.69	(2.69)	0.49	-	0.49
Group	-	0.75	(0.75)	0.75	-	0.75
Deferred Tax Asset/ (Liabilities)	87.40	(13.21)	100.61	48.46	(6.08)	42.38

	Assets	Liabilities	Net	(Charged)/ Credited to profit & loss	(Charged)/ Credited to OCI	Total
As at 31 March 2024						
Property, Plant and Equipment	1.49	-	1.49	(0.53)	-	(0.53)
Provision for employee benefits	6.89	-	6.89	(2.65)	(2.50)	(5.15)
Allowance for expected credit loss	35.70	-	35.70	(1.89)	-	(1.89)
Change in Revenue Recognition method	66.20	(33.80)	100.00	(42.57)	-	(42.57)
Others	-	(1.12)	1.12	1.01	-	1.01
Lease Liabilities net of ROU assets	-	2.20	(2.20)	2.20	-	2.20
Deferred Tax Asset/ (Liabilities)	110.28	(32.72)	143.00	(44.43)	(2.50)	(46.93)

	Assets	Liabilities	Net	(Charged)/ Credited to profit & loss	(Charged)/ Credited to OCI	Total
As at 1 April 2023						
Property, Plant and Equipment	0.96	-	0.96	(0.13)	-	(0.13)
Provision for employee benefits	1.75	-	1.75	(0.56)	(1.18)	(1.74)
Allowance for expected credit loss	33.81	-	33.81	(33.81)	-	(33.81)
Change in Revenue Recognition method	34.62	(22.80)	57.42	1.86	-	1.86
Others	-	(2.13)	2.13	(2.13)	-	(2.13)
Lease Liabilities net of ROU assets	-	-	-	1.52	-	1.52
Deferred Tax Asset/ (Liabilities)	71.14	(24.93)	96.07	(33.25)	(1.18)	(34.43)

(For restatement/ reclassification impact refer note 53)

NOTE 45 : AUDITORS REMUNERATION

	31 March 2025	31 March 2024
Statutory Audit Fees	2.50	0.50
Other Fees	2.31	1.97
Total	4.81	2.47

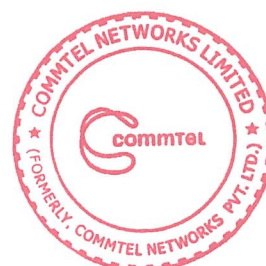
NOTE 46 : SUBSEQUENT EVENTS

(a) Sub-division of face value of equity shares:

Subsequent to 31 March 2025, the Board of Directors at their meeting held on 28 May 2025 approved the sub division of each equity share of face value INR 10 each fully paid up into face value of INR 2 each fully paid up.

(b) Issue of bonus equity shares:

Further, the Board of Directors have also approved the issue of bonus equity shares in its meeting held on 30 May 2025 in the ratio of 4.5 equity shares of INR 2 each for every 1 equity share of INR 2 each.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 47 REVENUE FROM CONTRACTS WITH CUSTOMERS

(i) Disaggregation of Revenue

a. Basis of Timing

The table below presents disaggregated revenue from contracts with customers based on location of the customers. The Group believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of revenue and cash flows are affected by market and other economic factors.

Revenue from Contract with customers		2024- 2025	2023- 2024
Disaggregation of Revenue By:	Type by Nature		
Timing of revenue recognition	Point of time	1,769.64	985.03
	Over time	4,622.87	3,584.39
Total		6,392.51	4,569.42

b. Basis of Geography

Disaggregation of Revenue By:	Type by Nature	2024- 2025	2023- 2024
On Basis of Geography	Within India	2,893.08	3,028.40
	Outside India	3,499.43	1,541.02
Total		6,392.51	4,569.42

(ii) Significant changes in contract assets and liabilities

(a) Contract liabilities:

(i) Movement of Contract Liabilities	31 March 2025	31 March 2024	1 April 2023
Opening Balance of Contract Liabilities	281.35	96.82	111.23
Less: Amount of Revenue recognised	(196.21)	(68.40)	(71.55)
Add: Net addition in Balance of Contract liabilities for Current year	460.11	252.93	57.14
Closing Balance of Contract Liabilities	545.25	281.35	96.82

b) Contract Assets: Unbilled revenue

(ii) Movement of Contract Assets	31 March 2025	31 March 2024	1 April 2023
Opening Balance of Contract Asset	142.50	410.36	48.03
Less: Amount Billed	(142.50)	(410.36)	(48.03)
Add: Net addition in Balance of Contract asset for Current year	517.49	142.50	410.36
Closing Balance of Contract Assets	517.49	142.50	410.36

C. Provision for anticipated contract losses.

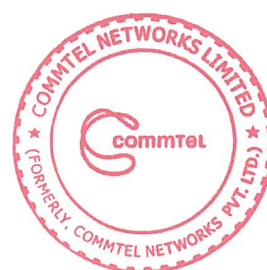
The Group recognizes provisions for expected contract losses, if any, based on management estimates and past performance analysis. As on reporting date, there are no anticipated contract losses.

D. Major Customer

During the year, Revenue from major customers (>10% of the Total Revenue) is FY25 INR 2,169.97 Million from two customers (FY24: INR 1,276.59 Million from two customers; FY23: INR 1,209.21 Million from two customers).

E. Revenue recognition for future related to performance obligations that are unsatisfied (or partially satisfied)

The unsatisfied (or partially satisfied) performance obligations are subject to variability due to several factors such as changes in scope of contracts, status of site preparation by customer, periodic revalidations of the estimates, terminations, etc. The aggregate value of transaction price allocated to unsatisfied (or partially satisfied) performance obligations for the Holding Company and material subsidiary is INR 2,836.07 Million (31 March, 2024: INR 5,083.82 Million; 31 March, 2023: INR 3,280.17 Million) and is expected to be recognised as revenue in the next one to three years.





COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

Note 48 : Reconciliation of movements of liabilities to cash flows arising from financing activities

Particulars	Borrowings	Lease Liabilities
As at 1 April 2024	1,284.04	107.43
Cash flows:		
Non cash movement: additions and/ or reassessment of lease liabilities (including unwinding of interest) and interest expense on borrowings	138.80	44.93
Cash flows (Net)	(144.25)	(60.23)
As at 31 March 2025	1,278.59	92.13
As at 1 April 2023	654.46	145.46
Cash flows:		
Non cash movement: additions and/ or reassessment of lease liabilities (including unwinding of interest) and interest expense on borrowings	88.49	12.66
Cash flows (Net)	541.09	(50.69)
As at 31 March 2024	1,284.04	107.43

NOTE 49 : DETAILS OF EXPENSES OF CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES

	31 Mar 2025	31 Mar 2024
(A) Gross amount required to be spent by the Holding Company during the year	2.39	1.59
(B) Amount spent during the year on:		
Particulars		
(i) Construction /Acquisition of any Asset	-	-
(ii) On purposes other than (i) above	3.13	2.40
	3.13	2.40
(C) Shortfall at the end of the year	-	-
(D) Total of Previous years shortfall	-	-
(E) Reasons for Shortfall	-	-
(F) Nature of CSR Activities	For the purpose of education and healthcare projects.	
(G) Details of Related party transactions		
CommTel Foundation	2.63	2.40
(H) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.		

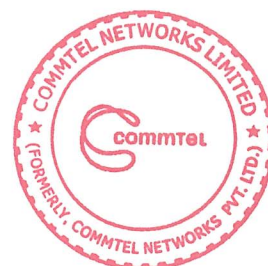
In case of Section 135(5) of the Companies Act, 2013 (Other than ongoing project)

Opening Balance as at 1 April 2024	Amount deposited in specified fund of Schedule VII within 6 months	Amount required to be spent during the year	Amount spent during the year	Closing balance as at 31 March 2025
(1.92)	-	2.39	3.13	(2.66)

In case of Section 135(5) of the Companies Act, 2013 (Other than ongoing project)

Opening Balance as at 1 April 2023	Amount deposited in specified fund of Schedule VII within 6 months	Amount required to be spent during the year	Amount spent during the year	Closing balance as at 31 March 2024
(1.12)	-	1.59	2.40	(1.92)

* The CSR obligation is retained as per obligation computed during FY 2023-24 and is not required to be restated.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 50 : ADDITIONAL REGULATORY INFORMATION

a. Details of benami property held

No proceedings have been initiated on or are pending against the Group under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder.

b. Borrowing secured against current assets

The Group has borrowing limits sanctioned from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Holding Company with banks and financial institutions are in agreement with the books of accounts and duly reconciled.

c. Wilful defaulter

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

d. Relationship with struck off companies

The Holding Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

e. Compliance with number of layers of companies

The Holding Company has complied with the number of layers prescribed under section 2(87) of the Companies Act, 2013 read with Companies (Restriction of number of layers) Rules, 2017.

f. Undisclosed income

The Holding Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in tax assessments under the Income-tax Act, 1961.

g. Details of crypto currency or virtual currency

The Holding Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

h. Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

i. Compliance with approved scheme(s) of arrangements

No Scheme of Arrangement has been approved by the Competent Authority under sections 230 to 237 of the Companies Act, 2013, during the financial year.

j. Utilisation of borrowed funds and share premium

The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
- provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

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 Company shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

k. Utilisation of borrowings availed from banks and financial institutions

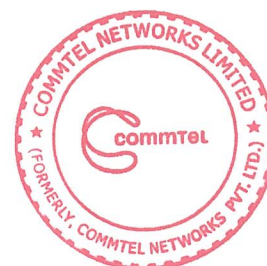
The borrowings obtained by the Group from banks and financial institutions have been applied for the purposes for which such borrowings were taken.

l. Title deeds of Immovable Properties not held in name of the Company

The Group holds title deeds of all the immovable properties owned, in the name of the Group.

m. Revaluation of Property, Plant & Equipment

The group have not revalued its property, plant and equipment (including right-of-use assets) during the current year.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 51 : FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

This section gives an overview of the significance of financial instruments for the Group and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expense is recognised, in respect of each class of financial assets and financial liabilities are discussed in Note 1.

(1) Financial instruments by category and fair value hierarchy

Financial Assets & Liabilities as at		As on 31-03-2025		As on 31-03-2024		As on 01-04-2023	
Particulars	Level	FVTPL	Amortised Cost	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial Assets							
Investments	-	-	272.78	-	249.91	-	-
Non current Trade Receivables	-	-	304.08	-	501.33	-	327.84
Other Financial Assets - Non current	-	-	266.61	-	256.23	-	310.12
Current Trade Receivables	-	-	3,376.74	-	2,233.25	-	1,745.99
Cash and cash equivalents	-	-	679.63	-	1,315.02	-	892.71
Bank balances other than above	-	-	642.79	-	63.84	-	36.91
Other Financial assets - current	-	-	97.17	-	224.02	-	11.06
Financial Liabilities							
Borrowings Non Current	-	-	22.74	-	80.92	-	81.75
Borrowings Current	-	-	1,255.85	-	1,203.12	-	572.71
Trade payables	-	-	664.53	-	1,251.62	-	880.30
Other financial liabilities - current	-	-	164.44	-	64.93	-	127.28
MTM Forward Contracts (Other financial liabilities - current)	Level 2	10.67		1.23	-	-	-

Level 1: Includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

There are no transfers between levels during the year.

(2) Valuation Technique

Foreign currency forwards are valued based on the forward exchange rates provided by the bank as at the balance sheet date.

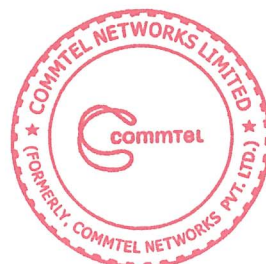
(3) Fair value of financial assets and liabilities measured at amortised cost

The carrying amounts of trade receivables (current), trade payables, capital creditors, cash and cash equivalents and other financial assets are considered to be the same as their fair values, due to their short term nature.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

Interest free security deposit accepted by the Group have been carried at their amortised cost.

Non - current borrowing including current maturities of long term borrowings: Fair Value has been determined by the Group based on parameters such as interest rates, risk factors and risk characteristics of the financed project.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 52 : CAPITAL & FINANCIAL RISK MANAGEMENT

Capital Management

The Group capital management objectives are to ensure the ability to continue as going concern and to efficiently management working capital requirements of the Group.

The Group monitors the capital structure on the basis of net debt to equity ratio and maturity profile of the overall debt portfolio . Net debt includes interest bearing borrowings less cash and cash equivalents and current investments. The Management assesses the Group's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Group's various classes of debt. The Group manage the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may take appropriate steps to raise further capital, raise debt, create or liquidate fixed deposits, repay debt and use non-fund based limits.

Particulars	31 March 2025	31 March 2024	1 April 2023
Borrowings	1,278.59	1,284.04	654.46
Less: Cash and Cash Equivalents	(679.63)	(1,315.02)	(892.71)
Adjusted Net Debt	598.96	(30.98)	(238.25)
Equity	4,560.07	3,404.56	2,899.50
Adjusted Net Debt to Equity ratio	0.13	(0.01)	(0.08)

Financial Risk Management

The Holding Company's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities, The Holding Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

Financial Risk Factors

The Company's principal financial liabilities comprise of current and non current borrowings, trade and other payables, advance from customers, security deposits and other such payables. The main purpose of these financial liabilities is to manage finances for the Company's operations and also for purchase of capital assets and for safeguarding its interests under contracts.

The Company has given loans to its employees, trade and other receivables and cash and cash equivalents that arise directly from its operations as a part of its financial assets

The Group's activities expose it to a variety of financial risk.

(a) Credit Risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Group's receivables from customers.

Trade and other receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Each outstanding customer receivables are regularly monitored. No impairment is observed in the carrying value of trade receivables other than the amount provided for. (Refer Note 9)

Other Financial Assets

Credit risk from balances with banks and loans, advances are managed by responsible and authorized person of the Group.

(b) Liquidity Risk

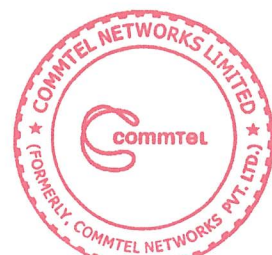
Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. Also, the Group has unutilized credit limits with banks.

(c) Market Risk

Market Risk is the risk that changes in market prices such as foreign exchange rates, interest rates and commodity prices which will affect the Group's income or the value of its holding of financial instruments.

(i) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in a different currency from the Group's functional currency).





COMMTel NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTel NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

Particulars	Year Ended	Currency	Outstanding in F.C	Outstanding in INR Million
Short term Borrowings	31 March 2025	USD	4,696,452	401.35
	31 March 2024	USD	(6,875,751)	(573.07)
Forward Currency Contracts	31 March 2025	USD	4,696,452	406.39
	31 March 2024	USD	(5,663,336)	(472.97)
Trade Payables	31 March 2025	USD	140,064	11.97
	31 March 2024	USD	(238,442)	(19.87)
Trade Payables	31 March 2025	GBP	95,385	10.48
	31 March 2024	GBP	(1,693,792)	(178.24)
Trade Payables	31 March 2025	EUR	231,188	20.33
	31 March 2024	EUR	(9,652)	(0.86)
Trade Payables	31 March 2025	SAR	-	-
	31 March 2024	SAR	(732,487)	(16.29)
Trade Receivables	31 March 2025	USD	10,409	0.89
	31 March 2024	USD	(55,337)	(4.61)
Advance to Suppliers	31 March 2025	USD	6,790	0.58
	31 March 2024	USD	-	-
Advance to Suppliers	31 March 2025	CAD	96,722	5.74
	31 March 2024	CAD	(3,568)	(0.21)
Advance to Suppliers	31 March 2025	EUR	29,160	2.69
	31 March 2024	EUR	-	-
Advance to Suppliers	31 March 2025	GBP	378,691	41.76
	31 March 2024	GBP	(95,225)	(10.24)
Advance to Suppliers	31 March 2025	QAR	63,219	1.49
	31 March 2024	QAR	(37,950)	(0.87)
Advance to Suppliers	31 March 2025	SGD	283,150	17.98
	31 March 2024	SGD	(251,827)	(15.60)

(ii) Interest Rate Risk

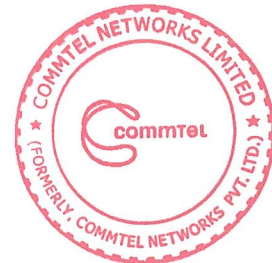
Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group's exposure to changes in interest rates relates primarily to the Group's outstanding floating rate debt. While most of the Group's outstanding debt in local currency is on fixed rate basis and hence not subject to interest rate risk.

The exposure of the Group's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Floating rate borrowings	810.64	591.11	465.69

Particulars	Impact on profit and loss after tax			Impact on Equity		
	2024-25	2023-24	2022-23	As at 31.03.2025	As at 31.03.2024	As at 01.04.2023
Indian Rupees						
Interest rates - increase by 0.5% in INR interest rate	3.03	2.21	1.76	3.03	2.21	1.76





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE NO. 53 - Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors and Ind AS 1 Presentation of Financial Statements Disclosure:

RECONCILIATION OF RESTATED ITEMS OF CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2024 & 1 APRIL 2023										
Particulars	Legend	As at 31 March 2024				As at 1 April 2023				
		Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount	Legend	Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount
I. ASSETS										
Non-current assets										
Property, Plant and Equipment	II. a	204.09	-	(79.88)	124.21	II. a, b	225.38		(117.05)	108.33
Capital work-in-progress		69.01	-	-	69.01		36.17	-	-	36.17
Right of use assets	I. 7	-	18.74	79.88	98.62	I. 7	-	14.73	117.05	131.78
Financial Assets	II. a					II. a				
(i) Investments	I. 8	252.19	(2.28)	-	249.91		-	-	-	-
(ii) Trade receivables	I. 1, 3	78.76	(43.69)	466.26	501.33	I. 1, 3	35.48	(17.06)	309.42	327.84
	II. b					II. b				
(iii) Other Financial Assets	I. 7	137.59	(0.06)	118.70	256.23	I. 7	230.96	(0.04)	79.20	310.12
Deferred Tax Assets (Net)	III. c, d, e	6.85	136.15	-	143.00	III. c, d, e	2.61	93.47	-	96.07
Other Non-current assets	I. 6	154.18	4.76	-	158.94	I. 6	199.79	(0.95)	[0.63]	198.21
Total Non-current assets	I. 8	902.66	113.63	584.96	1,601.25		730.38	90.14	388.00	1,208.52
Current assets										
Inventories		921.95	(173.56)	-	748.39		817.45	(341.02)	-	476.43
Financial Assets										
(i) Trade receivables	I. 1, 2, 3	2,946.17	(246.66)	(466.26)	2,233.25	I. 1, 2, 3	2,267.22	(211.89)	(309.33)	1,745.99
	II. b					II. b				
(ii) Cash and cash equivalents	II. e, g, j	1,371.26	-	(56.24)	1,315.02	II. e, g, j	970.22	-	(77.51)	892.71
(iii) Bank balances other than (iii) above	II. d, g, j	343.35	-	(279.51)	63.84	II. d, g, j	41.09	-	(4.18)	36.91
(iv) Other Financial assets	II. c, g, h	6.01	-	218.00	224.02	II. c, h	7.48	-	3.58	11.06
Other Current Assets	I. 1	272.29	144.90	(2.76)	414.43	I. 1	98.19	411.86	(3.84)	506.21
	II. h, i, j, k					II. h, i, j, k				
Total Current Assets		5,861.04	(275.32)	(586.77)	4,998.95		4,201.64	(141.05)	(391.28)	3,669.31
Total Assets		6,763.70	(161.69)	(1.81)	6,600.20		4,932.03	(50.91)	(31.28)	4,877.83





RECONCILIATION OF RESTATED ITEMS OF CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2024 & 1 APRIL 2023

Particulars	Legend	As at 31 March, 2024				Legend	As at 1 April 2023			
		Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount		Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount
EQUITY AND LIABILITIES										
Equity										
Equity Share capital	I. 9	18.54	-	-	18.54		18.54	-	-	18.54
Other Equity	II. I	3,848.14	(462.12)	(81.10)	3,304.92	II. I	3,064.19	(183.23)	(73.53)	2,807.43
Equity attributable to owners of the parent		3,866.68	(462.12)	(81.10)	3,323.46		3,082.73	(183.23)	(73.53)	2,825.97
Non-controlling interests		-	-	81.10	81.10		-	-	73.53	73.53
Total Equity		3,866.68	(462.12)	-	3,404.56		3,082.73	(183.23)	-	2,899.50
Liabilities										
Non-current liabilities										
Financial liabilities										
(i) Borrowings	II. w, n, z	135.52	-	(54.60)	80.92	II. m, n	160.33	-	(78.57)	81.75
(ii) Lease Liabilities	I. 7	-	4.05	51.56	55.61	I. 7	-	30.37	69.51	99.89
Provisions	II. n	52.13	-	(0.60)	51.53	II. n	30.10	-	3.61	33.71
Total non-current liabilities	II. o	187.65	4.05	(3.64)	188.06		190.43	30.37	(5.46)	215.35
Current liabilities										
Financial liabilities										
(i) Borrowings	I. 5	1,204.42	(2.18)	0.88	1,203.12	II. m	562.70	0.76	9.25	572.71
(ii) Lease Liabilities	I. 7	-	12.86	38.95	51.81	II. n	-	9.32	36.26	45.57
(iii) Trade payables	II. n	-	-	-	-		-	-	-	-
Total outstanding dues of micro enterprises and small enterprises	II. p	-	-	1.93	1.93	II. p	-	-	0.85	0.85
Total outstanding dues of creditors other than micro enterprises and small enterprises	II. i, p, q, r, s, u	1,263.09	-	(13.40)	1,249.69	II. i, p, q, r, s, u	905.63	(6.73)	(19.46)	879.45
(iv) Other financial liabilities	I. 5	90.48	1.23	(25.55)	66.16	II. h, k, n, q, r	150.27	-	(22.99)	127.28
Provisions	II. h, k, n, q, r	5.93	3.11	4.51	13.55	I. a	3.59	1.79	2.88	8.26
Other Current Liabilities	II. o, s	145.46	281.35	(79.61)	347.20	II. o, s	36.67	96.82	(10.22)	123.26
Current Tax Liabilities (Net)	II. r, t	-	-	74.12	74.12	II. r, t	-	-	5.60	5.60
Total Current liabilities	II. t	2,709.37	296.37	1.83	3,007.58		1,658.87	101.95	2.18	1,762.98
Total Equity and Liabilities		6,763.70	(161.69)	(1.81)	6,600.20		4,932.03	(50.91)	(3.28)	4,877.83



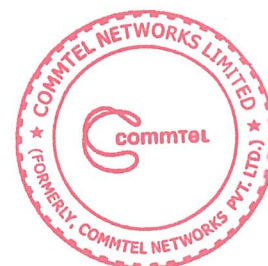


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(All amounts are in INR Million except as stated otherwise)

RECONCILIATION OF RESTATED ITEMS OF CONSOLIDATED STATEMENT OF PROFIT & LOSS AS AT 31 MARCH 2024

Particulars	Legend	2023-24			
		Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount
Income					
Revenue from Operations	I. 1, 2 I. 2, 7, 8	5,125.62	(556.20)	-	4,569.42
Other Income	II. x. v	11.81	87.53	1.38	100.72
TOTAL INCOME		5,137.43	(468.67)	1.38	4,670.14
EXPENSES					
Cost of Materials consumed	I. 1	2,559.45	(102.18)	-	2,457.27
Changes in inventories of Project in progress	I. 1	11.87	(65.94)	-	(54.07)
Employee benefit expenses	II. w	853.76	-	(14.98)	838.78
Finance costs	I. 8	132.11	1.57	(0.00)	133.68
Depreciation and amortisation expense	I. 7	71.78	8.57	-	80.35
Other expenses	II. v, x	631.06	12.13	13.67	656.86
TOTAL EXPENSES		4,260.03	(145.85)	(1.31)	4,112.87
Profit before tax		877.40	(322.82)	2.69	557.27
Income Tax expense:					
- Current tax		126.37	-	-	126.37
- (Excess)/Short provision of tax of earlier years		0.35	-	-	0.35
- Deferred tax	I. 6	(1.74)	(42.69)	-	(44.43)
Profit after tax for the year		752.42	(280.13)	2.69	474.98
Less: Other Comprehensive Income	II. y	(7.43)	-	(2.69)	(10.13)
Total Comprehensive Income for the year		744.98	(280.13)	-	464.85
Profit for the year attributable to					
Owners of the Parent	I. 1 - 10	740.30	(273.01)	-	467.29
Non- Controlling Interest	II. bb	12.12	(7.12)	2.69	7.69
		752.42	(280.13)	2.69	474.98
Other Comprehensive Income for the year attributable to					
Owners of the Parent	I. 1 - 10 II. bb	-	(10.05)	-	(10.05)
Non- Controlling Interest		-	2.61	(2.69)	(0.08)
		-	(7.44)	(2.69)	(10.13)
Total Comprehensive Income for the year attributable to					
Owners of the Parent	I. 1 - 10 II. bb	-	457.24	-	457.24
Non- Controlling Interest		-	7.61	-	7.61
Total Comprehensive Income for the year		-	464.85	-	464.85

Effect on Earnings per Share	Legend	2023-24			
		Earlier Presented Amount	Correction amount	Reclassification amount	Restated Amount
Earnings per Share (EPS) for Profit for the Period		405.87	(155.21)	1.45	252.06
Earnings per Share (EPS) for Profit for the Period - Post Sub Division & Issue of Bonus shares (Refer note no. 35)	I. 1 - 10 II. Bb	14.76	(5.59)	-	9.17

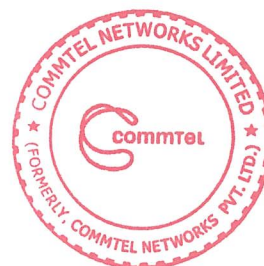




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RECONCILIATION OF RESTATED ITEMS OF STATEMENT OF CASH FLOW AS AT 31 MARCH 2024

Particulars	As at 31 March 2024		
	Earlier Presented Amount	Changes	Restated Amount
Cash Flows From Operating Activities			
Profit before extraordinary items and tax	877.40	(320.13)	557.27
Adjusted for :			
Depreciation	71.78	8.57	80.35
Finance costs	123.27	10.41	133.68
Provision for gratuity	17.70	3.43	21.13
Provision towards incentives	-	1.70	1.70
Allowance for Expected Credit Loss	-	18.06	18.06
Unrealized Exchange differences	0.54	10.03	10.57
Interest Income on loans and investments	-	(15.93)	(15.93)
Unwinding of Financial Assets	-	(58.98)	(58.98)
Dividend Income	-	(10.03)	(10.03)
Loss/ (Profit) on sale of Property, Plant and Equipment	(1.74)	-	(1.74)
Effect of exchange rate changes on cash	38.97	(38.97)	-
Operating Profit before working capital changes	1,127.93	(391.86)	736.08
Adjusted for :			
Change in operating assets and liabilities:			
(Increase)/ Decrease in inventories	(104.51)	(162.87)	(267.37)
(Increase)/ Decrease in trade receivables	(722.17)	117.62	(604.55)
(Increase)/ Decrease in other financial assets	1.47	(214.31)	(212.85)
(Increase)/ Decrease in other current assets	(174.07)	269.52	95.45
(Increase)/ Decrease in other Bank Balance	(302.26)	302.26	-
Increase/ (Decrease) in trade payables	356.98	9.50	366.48
Increase/ (Decrease) in other financial liabilities	(59.36)	(5.35)	(64.71)
Increase/ (Decrease) in other current liabilities	28.65	195.99	224.64
(Increase)/ Decrease in other Non Current Assets	-	(2.93)	(2.93)
(Increase)/ Decrease in other financial assets (Non Current)	93.39	(96.18)	(2.79)
(Increase)/ Decrease in Provisions	24.36	(24.36)	-
		-	
Cash Generated from Operations	270.40	(2.95)	267.45
Less : Taxes Paid (Net of Refunds)	(62.19)	4.34	(57.85)
Net Cash from Operating Activities	208.21	1.39	209.60

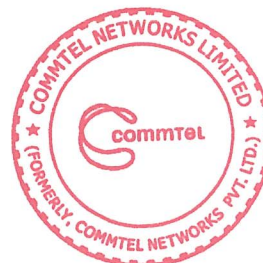




COMMTEL NETWORKS LIMITED
(FORMERLY KNOWN AS COMMTEL NETWORKS PRIVATE LIMITED)
CIN: U32201MH1998PLC116062
(All amounts are in INR Million except as stated otherwise)

RECONCILIATION OF RESTATED ITEMS OF STATEMENT OF CASH FLOW AS AT 31 MARCH 2024

Particulars	As at 31 March 2024		
	Earlier Presented Amount	Changes	Restated Amount
Cash Flows From Investing Activities			
Payment towards purchase of Property, Plant and Equipment	(51.46)	(31.52)	(82.97)
Incremental development cost	(32.85)	32.85	-
Loans given	44.98	(85.91)	(40.93)
Proceeds from the sale of Property, Plant and Equipment	-	2.87	2.87
Sale of Investments	-	90.19	90.19
Purchase of Investments	(252.19)	2.28	(249.91)
Fixed Deposits placed	-	(415.20)	(415.20)
Fixed Deposits matured	-	443.98	443.98
Interest received on loans	-	7.36	7.36
		-	
Cash Generated (used in) Investing Activities	(291.51)	46.89	(244.61)
Cash Flows From Financing Activities			
Proceeds from long term borrowings	49.05	(47.96)	1.09
Repayment of long term borrowings	(117.97)	47.91	(70.06)
Short term borrowings (net)	700.66	(2.19)	698.48
Principal repayment on lease liabilities	(23.52)	(30.32)	(53.83)
Interest paid on lease liabilities	-	(8.85)	(8.85)
Finance expenses paid	(123.88)	1.21	(122.68)
		-	
Net cash Generated (used in) Financing Activities	484.35	(40.20)	444.15
Net increase in cash & Cash equivalents	401.05	8.09	409.14
Cash and Cash equivalents at the beginning of the year	970.22	(77.51)	892.71
Foreign Cash Translation Reserve on Cash & Cash Equivalents	-	13.17	13.17
Cash and Cash equivalents at end of the year [Refer Note 10]	1,371.26	(56.25)	1,315.02





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note 53 (Contd.):

I. Restatements/ Correction of errors:

1. Up to the year ended 31 March 2024, the Group recognized revenue from turnkey contracts at the point of shipping goods to the Customer and the revenue from installation and commissioning at the time of completion of commissioning of the system at customer location/s based on the terms and conditions specified in the respective customer contracts. Upon an internal review of terms & conditions of customer contracts, the management has identified that certain contracts, relating to turnkey projects, meet the criteria for recognition of revenue over time in accordance with Paragraph 35 of Ind AS 115 'Revenue from Contracts with Customers'.

Accordingly, effective from the financial year commencing from 1 April 2024, the Group has changed the method of revenue recognition related to such contracts and now recognizes revenue over time using the percentage of completion method as envisaged in Ind AS 115, measured by reference to cost incurred in the Contract.

Further, the Group has charged off the corresponding inventory & value under Project-in-progress to consumption and also recorded provision towards warranty and inventory reserves. The corresponding excess revenue over billing is recorded as Contract Asset/ Unearned revenue and the excess of billing over revenue is recorded as Contract Liabilities

2. The interest on Trade receivables not due and expected to realize beyond the operating cycle is excluded from the transaction value at the time of recognition of Trade receivables and unwound over the period upto the expected date of realization.
3. The Group has considered and recorded the allowance towards the expected credit loss on account of Trade receivables.
4. The Holding Company has corrected the prepaid portion of insurance premium for FY24 and revised the amount charged to the Statement of Profit & Loss.
5. The Holding Company has now recognized the mark to market gain/ loss on forward currency contracts undertaken against the foreign currency denominated credit facility and the said facility is also restated at the closing exchange rates.
6. The correction of above items resulted in timing difference under tax laws thereby resulting in Deferred Tax Assets being restated.



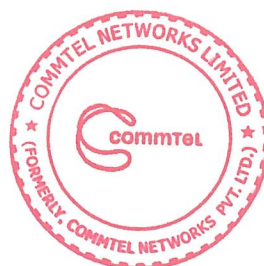
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

7. In case of overseas subsidiaries, considering the contractual terms of long term lease with interim renewals, the Lease liability and Right of Use Asset were recomputed for better presentation. Accordingly, Lease Liability, ROU Asset, Amortization Costs and Interest on Lease Liability have been recomputed respectively.
8. The investments and non-current financial assets have been recomputed considering fair value through profit & loss (FVTPL).
9. There is a correction in the apportionment of non-controlling interest in the overseas subsidiary.
10. The cumulative impact of the above corrections is recorded in Retained earnings under Other Equity.

These change has been applied retrospectively in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors and the comparative financial information for the previous year ended 31 March 2024 have been restated. Further, the Group has also presented a Balance Sheet as at the beginning of the preceding year i.e. 1 April 2023.

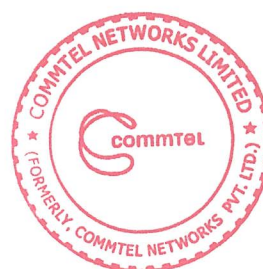
II. Reclassification/ Regrouping of previous year to confirm to current year's classification:

- a) The leased assets have been reclassified from Property Plant and Equipment to Right of use assets amounting to INR 79.88 Million (FY23: 117.05 Million)
- b) The Trade Receivables not due and expected to realize beyond the operating cycle are reclassified in Other Non-Current Financial Assets amounting INR 466.26 Million (FY23: 309.42 Million).
- c) Security deposit (Earnest Money deposit) of INR 3.10 Million (FY23: INR 3.13 Million) is regrouped from Other financials asset – Non current to Other financial Asset – Current.
- d) The Fixed Deposits have been Reclassified from Current Financial Assets (Bank Balances other than cash and cash equivalents) to Non- Current Financial Assets amounting to INR 121.7 Million (FY23: INR 4.18 Million) and INR 157.76 Million is grouped to Other financial assets including corresponding interest accrued earlier grouped under Other Current Assets of INR 0.63 Million (FY23: 0.59 Million).
- e) The Fixed deposits have been Reclassified from Cash and Cash Equivalents to Other Current Financial Assets amounting to INR 56.24 Million including corresponding interest accrued earlier grouped under Other Current Assets.
- f) The TDS Receivables was reduced from Other Non Current Assets and reduced from Current Tax Liabilities (Net) of INR Nil (FY23: INR 0.06 Million).



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

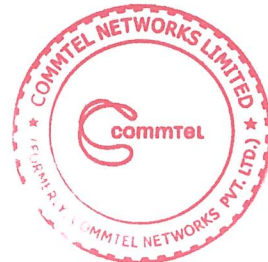
- g) The Fixed deposits have been Reclassified from Cash and Cash Equivalents to Current Financial Assets amounting to INR 4.00 Million (FY23: Nil) including corresponding interest accrued earlier grouped under Other Current Assets.
- h) An amount of INR 0.32 Million (FY23: 0.49 Million) has been regrouped from Advance to Suppliers - Other Current Assets to Advance to Employees - Other Financial Assets.
- i) The invoice from lessor of INR 2.27 Million (FY23: INR 2.27 Million) was reduced from Advance to Supplier and Trade Payables as the corresponding benefit and liability is already recorded through Right of Use Assets and Lease liabilities.
- j) Interest accrued of INR 0.64 Million (FY23: 0.60 Million) has been regrouped with underlying fixed deposits listed above.
- k) The Receivables and payable balances due to/ from Government authorities which cannot be set off has been separated in presentation, thereby the Balance with Government Authorities and Statutory dues payable shall increase by INR 0.46 Million (FY23: 1.03 Million).
- l) The changes in other equity are attributable to the corrections listed in the table. For FY24, the corrections recorded in Statement of Profit & Loss for FY24 and FY23 and the impact recorded in the opening reserves as at 1 April 2022 totalling to INR 462.12 Million (FY23: 183.23 Million).
- m) An amount of INR 9.25 Million of GECL loan was reclassified in FY23 by reducing the Borrowings (Non Current) and increasing the Borrowings (Current).
- n) The Lease Liability of INR 54.60 Million (FY23: 78.57 Million) is regrouped from Borrowings (Non-Current) to Lease liabilities (Non Current) INR 51.56 Million (FY23: 69.51 Million) and the balance is classified under Lease liabilities (Current).
- o) The Provision for Leave encashment and Gratuity is regrouped to Current provisions of Net INR 0.06 Million (FY23: INR 3.61 Million).
- p) The Holding Company has bifurcated and presented the Trade payables related to Micro & Small Suppliers separately within Trade Payables of INR 1.93 Million (INR 0.84 Million).
- q) Employee payables are regrouped from Trade payables to Other Financial Liabilities – Current of INR 5.28 Million (FY23: 9.19 Million)
- r) Interest Liability Accrued of INR 5.95 Million (FY23: INR 50.23 Million) is regrouped from Trade payables to Other Financial Liabilities – Current
- s) Sales incentive accrued to employees of INR 3.92 Million (FY23: 2.22 Million) has been reclassified from Trade Payables to Provisions (Current).
- t) The Liability towards income-tax has been regrouped from Other Current Liabilities to Current Tax Liabilities of INR 74.12 Million (FY23: 6.23 Million).
- u) The Leave encashment liability is classified from Trade payables to Provisions Non Current INR Nil (FY23: 3.60 Million) and Provisions Non Current INR Nil (FY23: 6.49 Million)





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

- v) Discounts And Sundry Bal W/Off of INR 1.38 Million has been regrouped to other expenses category.
- w) Performance incentives of INR 17 Million has been reclassified to Technical Service fees due to the nature of the expense. Insurance expenses of INR 1.54 Million, Food Expenses of INR 4.43 Million has been reclassified into Employee benefit expenses. Leave encashment expenses of INR 0.47 Million has been regrouped to other expenses.
- x) Food Expenses of INR 4.43 Million has been reclassified into Employee benefit expenses. Leave encashment expenses of INR 0.47 Million has been regrouped to other expenses. Performance incentives of INR 17 Million has been reclassified to Technical Service fees due to the nature of the expense.
- y) Actuarial gains or losses have arisen due to changes in actuarial assumptions, resulting in a reclassification within gratuity expenses of INR 2.69 Million.
- z) An amount of INR 0.88 Million has been reclassified from Borrowings Current to Borrowings Non Current for an overseas subsidiary.
- aa) The correction in share of profits attributable to non-controlling interest has been recorded.
- bb) The earnings per share has been restated/ reclassified based on above changes.





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025 (CONTD.)

NOTE 54 : ACCOUNTING SOFTWARE

The Holding Company uses an accounting software for maintaining its books of accounts during the year ended 31 March, 2025, which has a feature of recording the audit trail (edit log) facility and the same was not enabled for the year.

As per our report of even date attached
For M S K C & Associates LLP
(Formerly known as M S K C & Associates)
Chartered Accountants
Firm's Registration No.: 001595S/S000168

Ojas D. Joshi
Partner
Membership No: 109752

For and on behalf of the Board of Directors of
CommTEL Networks Limited
(Formerly Known As CommTEL Networks Private Limited)

Shriprakash R. Pandey
Chairman & Managing Director
DIN : 00032655

Dinesh Pandey
Wholetime Director
DIN : 00032707

Kiran Arvindakshan Menon
Chief Financial Officer

Prajakta K. Patil
Company Secretary

Date: 25 September, 2025
Place: Mumbai

Date: 25 September, 2025
Place: Navi Mumbai