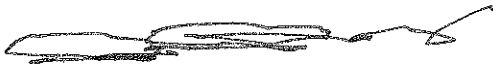


Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
<u>EQUITY AND LIABILITIES</u>			
Shareholder's funds			
Share capital	3	71,106.00	94,808.00
Reserves and surplus	4	8,79,655.40	9,54,737.51
		<u>9,50,761.40</u>	<u>10,49,545.51</u>
Non-current liabilities			
Deferred tax liabilities(net)	5	8,947.67	9,495.94
Other non current liabilities	6	3,630.00	3,630.00
Long-term provisions	7	29,079.92	30,481.05
		<u>41,657.59</u>	<u>43,606.99</u>
Current liabilities			
Trade payables due for payment	8	11,854.09	3,777.75
Other current liabilities	9	24,131.28	34,313.45
Short-term provisions	7	11,934.03	5,664.06
		<u>47,919.40</u>	<u>43,755.26</u>
Total		<u>10,40,338.39</u>	<u>11,36,907.76</u>
<u>ASSETS</u>			
Non-current assets			
Property, Plant and Equipment and Intangible assets			
Property, Plant and Equipment	10	3,81,431.53	3,84,982.99
Intangible assets	10	248.03	261.46
CWIP		-	456.18
Non-current investments	11	1.18	1.53
Long - term loans and advances	12	795.46	10,171.02
Other Non-current Assets	13	2,793.25	2,576.25
		<u>3,85,269.45</u>	<u>3,98,449.43</u>
Current assets			
Current investments	14	1,64,232.11	1,64,118.98
Short - term loans and advances	12	10,839.73	85,618.51
Trade receivables	15	28,002.38	14,435.33
Inventories	16	3,79,600.41	4,23,788.30
Cash and bank balances	17	69,345.92	47,751.76
Other current Assets	13	3,048.39	2,745.45
		<u>6,55,068.94</u>	<u>7,38,458.33</u>
Total		<u>10,40,338.39</u>	<u>11,36,907.76</u>
Significant Accounting Policies & Notes to Financial Statements		1 to 35	

The accompanying notes are an integral part of the financial statements.
As per our Report of even date attached

For S. Ramanand Aiyar & Co.
Chartered Accountants
Firm Registration No. 000990N



R. Balasubramanian
Partner
Membership No.: 080432



For & on behalf of Board of Directors



Anil Dass
Managing Director & CFO
DIN: 00043366



Samir Gugnani
Director
DIN: 03518423

Place: New Delhi
Date: 20.06.2025

HGS (India) Limited & its Subsidiary

CIN: U74899DL1986PLC023341

Consolidated Statement of profit and loss for the year ended March 31, 2025

(₹ in thousands)

Particulars	Note No.	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Income			
Revenue from operations	18	4,84,898.35	3,52,458.90
Other income	19	46,071.28	26,995.44
Total income (A)		5,30,969.63	3,79,454.34
Expenses			
Purchase of traded Goods	20	1,247.59	503.12
Cost of raw material consumed	21	1,46,788.02	65,050.34
Changes in inventories	22	22,976.20	49,056.90
Employee benefits expense	23	1,42,921.39	1,43,570.45
Other expenses	24	63,954.11	59,689.56
Finance costs		-	-
Depreciation and amortisation expense	10	14,840.54	14,786.12
Total Expenses (B)		3,92,727.85	3,32,656.49
Profit before tax (C = A-B)		1,38,241.78	46,797.86
Tax Expense			
Current tax			
Pertaining to profit/(loss) for the current period		33,663.15	6,363.00
Adjustment of tax relating to earlier periods		71.94	883.08
Deferred Tax		(548.27)	(425.51)
Total Tax Expense (D)		33,186.82	6,820.57
Profit for the year (C-D)		1,05,054.96	39,977.29
Earnings per equity share	25		
Basic		12.76	4.22
Diluted		12.76	4.22
Significant Accounting Policies & Notes to Financial Statements	1 to 35		

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For S. Ramanand Aiyar & Co.
Chartered Accountants
Firm Registration No. 000990N



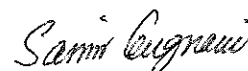
R. Balasubramanian
Partner
Membership No.: 080432



For & on behalf of Board of Directors



Anil Dass
Managing Director & CFO
DIN: 00043366



Samir Gugnani
Director
DIN: 03518423

Place: New Delhi
Date: 20.06.2025

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
A. Cash flow from operating activities		
Net profit before tax but after exceptional / extraordinary items	1,38,241.78	46,797.86
Adjustments for non-cash items:		
Depreciation / amortization	14,840.54	14,786.12
Effect of Foreign Currency translation reserve	(621.97)	(1,627.81)
Interest income	(824.87)	(865.46)
Income from investments - dividends	(2,738.70)	(81.64)
Loss on fixed assets sold/ discarded (net)	48.12	838.55
Loss/(profit) on sale of investments	(15,225.03)	(4,730.66)
Provisions for Warranty expenses	4,297.41	3,080.91
Provision written back for Warranty expenses	(3,080.91)	(2,350.89)
Provisions and Liability no longer required written back	(447.37)	(861.85)
	1,34,489.00	54,985.13
Adjustments for changes in working capital :		
(Increase)/decrease in trade receivables	(13,567.06)	17,707.53
(Increase)/decrease in long-term loans & advances	-	-
(Increase)/decrease in other Non-current Assets	(217.00)	16.95
(Increase)/decrease in short-term loans & advances	(5,221.21)	(502.59)
(Increase)/decrease in inventories	44,187.89	48,950.76
(Increase)/decrease in other current assets	(201.75)	(352.05)
Increase/(decrease) in trade payables	8,076.34	(2,117.45)
Increase /(decrease) in other current liabilities	(9,734.80)	5,467.72
Increase /(decrease) in other long-term liabilities	-	1,680.00
Increase /(decrease) in long-term provisions	(1,401.12)	(16,679.60)
Increase /(decrease) in short-term provisions	2,621.54	(1,233.09)
Cash generated from/(used in) operations	1,59,031.83	1,07,923.31
Taxes (paid) / received (net of withholding taxes TDS)	(21,927.61)	(12,569.13)
Net cash from/(used in) operating activities	1,37,104.22	95,354.18
B. Cash flow from investing activities		
Purchase of fixed assets		
additions during the year	(11,428.01)	(16,053.80)
Capital work in progress		
deductions/(additions) during the year	456.18	(456.18)
Proceeds from sale of fixed assets	104.24	1,264.70
Proceeds from sale/maturity of current investments	11,376.00	25,688.18
Proceeds from sale/maturity of non current investments	3,736.25	0.47
Interest received (revenue)(net of TDS)	723.68	806.81
Dividend received	2,738.70	81.64
Bank Balances other than cash and cash equivalents	7,803.88	(8,390.88)
Short Term Loan given	-	(95,000.00)
Repayment of Short Term Loan	80,000.00	15,000.00
Net cash from/(used in) investing activities	95,510.92	(77,059.06)



HGS (INDIA) LIMITED
CIN: U74899DL1986PLC023341

Consolidated Cash flow statement for the year ended March 31, 2025

(₹ in thousands)

C. Cash flow from financing activities		
Dividend paid	(42,663.60)	(33,182.80)
Buy back of Shares	(1,30,361.00)	-
Tax on Buy-back of Equity shares	(30,192.50)	-
Net cash from/(used in) financing activities	(2,03,217.10)	(33,182.80)
Net increase/(decrease) in cash & cash equivalents	29,398.04	(14,887.68)
Cash & cash equivalents - opening balance	28,379.11	43,266.78
Cash & cash equivalents - closing balance	57,777.14	28,379.11
Net increase/(decrease) in cash & cash equivalents	29,398.03	(14,887.68)

NOTES:

- 1 The above cash flow statement has been prepared under the "Indirect method" as set out in the Accounting Standard 3 on cash flow statement.
- 2 Cash and cash equivalents at the end of the year consist of cash in hand and balance with banks as follows:

Particulars	As at March 31, 2024	As at March 31, 2024
Cash, cheques & drafts (in hand) and remittances in transit	70.56	10.15
Balance with banks		
Current account	46,357.90	21,475.46
In cash credit accounts	11,196.95	720.85
In dividend accounts	151.73	6,172.65
	57,777.14	28,379.11

The accompanying notes are an integral part of the financial statements.

As per our Report of even date attached

For S. Ramanand Aiyar & Co.

Chartered Accountants

Firm Registration No. 000990N

R. Balasubramanian
Partner
Membership No.: 080432

Place: New Delhi
Date: 20.06.2025



For & on behalf of Board of Directors

Anil Dass
Managing Director & CFO
DIN: 00043366

Samir Gugnani
Director
DIN: 03518423

1. Corporate Information

HGS (INDIA) Ltd. is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the business of manufacturing Geophone strings, Cables and Connectors. It caters to both domestic and international markets.

The Holding Company has one Subsidiary namely HGS Products BV, The Netherlands which is engaged in trading of Geophysical Equipment.

2. Significant accounting policies

a. Basis of preparation of financial statements

The Financial statements of the Company have been prepared to comply in all material respects with the accounting standards specified under section 133 of the Act read with the rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention, on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or noncurrent as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purposes of current / noncurrent classification of assets and liabilities.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

Principles of Consolidation

The Consolidated financial statements have been prepared in accordance with Accounting Standard 21 (AS-21) – "Consolidated Financial Statements". The Consolidated financial statements comprise the financial statements of HGS (India) Limited (Parent Company) and the following subsidiary: -

Name of the Company	Country of Incorporation	Holding (%)
HGS Products BV	The Netherlands	100.00%



c. Tangible fixed assets

Tangible fixed assets are stated at cost of acquisition or construction, or at revalued amounts, net of impairment loss if any, less accumulated depreciation/amortisation. The Company capitalizes all costs including costs of borrowed funds and duties & taxes attributable to acquisition or construction of fixed assets, up to the date the assets are put to use. Assessment of indication of impairment of an asset is made at the year end and impairment loss, if any, recognized.

The Company adjusts exchange differences arising on translation/settlement of long-term foreign currency monetary items pertaining to the acquisition of depreciable assets to the cost of the asset and depreciates the same over the remaining life of the asset.

d. Intangible fixed assets

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

e. Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

f. Depreciation

Depreciation is provided on tangible fixed assets from the date of installation/acquisition on a pro-rata basis. Depreciation is being provided on Straight line method as per useful life of the asset specified in schedule II of the Companies Act 2013.

The Company has adopted component accounting, wherever applicable, and identifies and determines cost of each component/part separately, if the component part has a cost which is significant to the total cost of the asset having useful life that is materially different from that of the remaining asset. These components are depreciated over their useful life; the remaining asset is depreciated over the life of the principal asset.

Intangible fixed assets are amortized on straight line basis over their estimated useful economic life. The Company is amortizing its software over its useful life on pro rata basis.

g. Impairment

The carrying amounts of assets are reviewed at each balance sheet date to assess whether there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The



recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the Company measures it on the basis of undiscounted cash flows of next five years projections estimated based on current prices.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

h. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Specifically,

- i. Revenue from sale of goods is recognized at the point of dispatch of the finished goods to the customers. Sales are inclusive of excise duty and exclusive of sales tax. Sales includes warranty sales and sample sales.
- ii. Income under repair charges is recognized on accrual basis on execution of Contracts.
- iii. Exports Benefits including duty drawbacks are recognized when sanctioned by the authorities.
- iv. Interest income is recognized on time proportion basis at applicable Interest rate.
- v. Business Auxiliary Services are recognized on accrual basis as per terms and condition of the contract.
- vi. Rent income is recognized on accrual basis.
- vii. Management Fees is recognized on accrual basis as per terms and conditions of the contract.
- viii. Dividend income is accounted for in the year in which it is declared.

i. Foreign currency transactions

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non monetary items, which are measured in terms of historical costs denominated in foreign currency, are reported using the exchange rate at the date of the transaction. Non monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.



For exchange differences arising on certain long term foreign currency monetary items, refer to note 2c on tangible fixed assets and 2j on forward exchange contracts to hedge foreign currency risks.

All other exchange differences are recognized as income or as expenses in the period in which they arise.

Foreign Subsidiaries/Associates

All the activities of the foreign subsidiaries/associates are carried out with a significant degree of autonomy from those of the parent. Accordingly, as per the provisions of Accounting Standard - 11 (AS-11) "Effect of changes in foreign exchange rates", these operations have been classified as "Non-integral operations" and therefore all the assets and liabilities, both monetary and non-monetary, are translated at the closing rates while income and expenses are translated at the average exchange rates. The resulting exchange differences are accumulated in the foreign currency translation reserve account until the disposal of net investment.

j. Forward exchange contracts to hedge foreign currency risks

The Company uses foreign exchange forward contracts to mitigate its exposure to movements in foreign exchange rates in respect of highly probable transactions or firm commitments. No premium or discount is recorded separately on such foreign exchange contracts. The gain/losses arising on settlement/cancellation of the contracts are recognized in the profit and loss account of the period of such cancellation/settlement. Provision for losses in respect of all outstanding derivative contracts are made at the Balance sheet date by marking them to market keeping in view the principle of prudence as enunciated in Accounting Standard 1(AS-1).

k. Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments or short term investments. All other investments are classified as long-term investments. Current investments are valued at lower of cost and fair value determined on an individual investment basis. Changes in the carrying amount of current investments are recognized in the statement of profit and loss account. Long term investments are valued at cost. However, provision for diminution in value is made to recognize a decline that is other than temporary in the value of investments, wherever considered necessary. Cost comprises cost of acquisition and related expenses such as brokerage and stamp duties.

l. Inventories

Raw materials, components, stores and spares are valued at the cost. Cost is determined on FIFO basis. Scrap is valued at net realizable value. Finished goods are valued at lower of cost or net realizable value.

Cost of finished goods, work in progress (WIP) and Intermediate goods comprise raw material cost on First in First out (FIFO) basis plus actual conversion cost.



m. Retirement benefits

The different types of retirement and employee benefits are accounted for as follows:

- i. All employees are covered under contributory provident fund benefit of a contribution of 12% of salary and certain allowances. It is a defined contribution scheme and the contribution is charged to the statement of profit and loss account of the year when the contribution to the respective fund is due. There is no obligation other than the contribution payable to the respective fund.
- ii. Employees' Gratuity liability is fully covered under a gratuity cum Insurance Policy of Life Insurance Corporation of India taken by HGS (India) Limited Employees Gratuity Trust Fund and contributions made by the Company to the said fund of the amount of accruing liability each year, is charged to Profit & Loss Account. The gratuity liability in the current financial year is based on independent actuarial valuation.
- iii. Accrual for leave encashment benefit is based on actuarial valuation as on the date of the balance sheet in pursuance of the Company's leave rules.

n. Income and deferred taxes

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 and tax laws prevailing in the respective tax jurisdictions where the Company operates.

Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax asset on unabsorbed depreciation and carry forward losses is recognized only to the extent that there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each balance sheet date, the Company reassesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

o. Cash and cash equivalents

Cash and cash equivalents comprises cash at bank and cash/cheques in hand and short term deposits with Banks with an original maturity of three months or less.

p. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding



during the period. The weighted average number of equity shares is adjusted for events such as bonus issue and shares split that have changed the number of equity shares outstanding without a corresponding change in resources.

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

q. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

r. Contingent liabilities

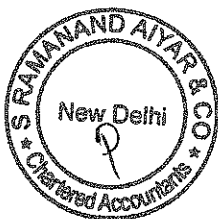
A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is probable that an outflow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

s. Warranty

Warranty is provided for as estimated by the management.

t. Research & Development

Expenditure on Research & Development including that of capital nature is charged against the profit of the year in which it is incurred.



Shareholder's funds

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
3. Share capital		
Authorised		
1,80,00,000 (2023: 1,80,00,000) Equity shares of Rs 10/- each	1,80,000.00	1,80,000.00
Issued, subscribed and fully paid up		
94,80,800 (2023: 94,80,800) Equity shares of Rs 10/- each	71,106.00	94,808.00
	<u>71,106.00</u>	<u>94,808.00</u>

Particulars	As at March 31, 2025		As at March 31, 2024	
	Number	₹ in thousands	Number	₹ in thousands
a. Reconciliation of the shares outstanding				
Equity/Preference Shares				
Authorised				
Opening balance	1,80,00,000	1,80,000.00	1,80,00,000	1,80,000.00
Additions:				
Closing balance	<u>1,80,00,000</u>	<u>1,80,000.00</u>	<u>1,80,00,000</u>	<u>1,80,000.00</u>
Issued, subscribed and fully paid up				
Opening balance	94,80,800	94,808.00	94,80,800	94,808.00
Shares issued	-	-	-	-
Shares buy back*	(23,70,200)	(23,702.00)	-	-
Closing balance	<u>71,10,600</u>	<u>71,106</u>	<u>94,80,800</u>	<u>94,808.00</u>

*The Board of Directors at its meeting held on 17 July 2024, approved a proposal to buy-back upto 23,70,200 equity shares of the Company being 25% of the total paid up equity shares for an aggregate amount not exceeding INR 130,361 (₹ In thousands), at INR 55.00 per equity share. A Letter of Offer was made to all eligible shareholders. The Company bought back 23,70,200 equity shares out of the shares that were tendered by eligible shareholders and extinguished the equity shares on 24 September 2024. Capital redemption reserve was created to the extent of share capital extinguished ₹ 23,702 (₹ In thousands). The excess cost of buy-back of ₹ 106,659 (₹ In thousands) over par value of shares and corresponding tax on buy-back of ₹ 301,92.50 (₹ in thousands) were offset from General Reserve.

b. Rights , preferences and restrictions attaching to each class of shares

Equity shares

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company , the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



c. Shares held by each shareholder holding more than 5% shares

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	%	No. of Shares	%
Equity shares				
Name of shareholder				
Sowar Private Limited	34,00,560	47.83%	34,00,560	35.87%
Mr. Anil Dass	10,46,800	14.72%	10,46,800	11.04%
Queensgate Holdings(India) Pvt Ltd	89,681	1.26%	8,18,640	8.63%
Mr. Shashi Singh	3,57,819	5.03%	5,48,640	5.79%
Major Brijendra Singh	4,96,434	6.98%	6,65,920	7.02%
Mr. Pawan Singh	4,75,200	6.68%	4,75,200	5.01%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

d. Aggregate number and class of shares allotted / bought back during the period of five years immediately preceding March :

Particulars	March 31, 2025	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021
Equity/Preference shares allotted as fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Equity shares allotted as fully paid up by way of Equity/Preference shares bought back	23,70,200	-	-	16,38,880	-

e. Shares held by Promoters at the end of the year

Promoter Name of HGS (India) Ltd.	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Major Brijendra Singh (Retd)	4,96,434	6.98	6,65,920	7.02
Mr. Anil Dass	10,46,800	14.72	10,46,800	11.04
Sowar Pvt Ltd	34,00,560	47.83	34,00,560	35.87
Queensgate Holding (India) Pvt Ltd	89,681	1.26	8,18,640	8.63
Mr. Shashi Singh	3,57,819	5.03	5,48,640	5.79

Promoter Name of HGS (India) Ltd.	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% of total shares	No. of Shares	% of Holding
Major Brijendra Singh (Retd)	6,65,920	7.02	6,65,920	7.02
Mr. Anil Dass	10,46,800	11.04	10,46,800	11.04
Sowar Pvt Ltd	34,00,560	35.87	34,00,560	35.87
Queensgate Holding (India) Pvt Ltd	8,18,640	8.63	8,18,640	8.63
Mr. Shashi Singh	5,48,640	5.79	5,48,640	5.79



HGS (India) Limited & Its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statements for the year ended March 31, 2025

4. Reserves and surplus

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Capital reserves		
Opening balance*	950.88	950.88
Closing balance (A)	<u>950.88</u>	<u>950.88</u>
*Capital Subsidy received from District Industries centre, Haryana		
-Against testing equipment and generator set		
-Against the capital cost of the project		
Capital Redemption Reserves		
Opening balance	16,388.80	16,388.80
Addition on account of buy back of shares	23,702.00	-
Closing balance (B)-Capital Redemption Reserves	<u>40,090.80</u>	<u>16,388.80</u>
Securities premium account		
Opening balance	514.80	514.80
Closing balance (C)-Securities premium account	<u>514.80</u>	<u>514.80</u>
Revaluation reserve		
Opening balance	99,148.69	99,148.69
Closing balance (D)	<u>99,148.69</u>	<u>99,148.69</u>
General reserve		
Opening balance	2,20,029.93	2,20,029.93
Less: Buy -back of Equity Shares	1,06,659.00	-
Less: Tax on Buy-back of Equity shares	30,192.50	-
Less: Capital Redemption Reserve on account of Buy Back of Equity Shares	23,702.00	-
Closing Balance (E)-General Reserve	<u>59,476.43</u>	<u>2,20,029.93</u>
Surplus / (Deficit) in the statement of profit & loss		
Opening balance	6,17,704.41	6,12,537.72
Foreign Currency Translation Reserve	(621.97)	(1,627.81)
Add: Net profit after tax transferred from statement of profit & loss	1,05,054.96	39,977.29
Amount available for appropriation (i)	<u>7,22,137.40</u>	<u>6,50,887.21</u>
Less: Appropriations		
Dividend Paid	14,221.20	14,221.20
Interim Dividend	28,442.40	18,961.60
Total appropriations (ii)	<u>42,663.60</u>	<u>33,182.80</u>
Closing balance (F) = (i - ii)	<u>6,79,473.80</u>	<u>6,17,704.41</u>
Total reserves and surplus (A+B+C+D+E+F)	<u>8,79,655.40</u>	<u>9,54,737.51</u>



HGS (India) Limited & its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statements for the year ended March 31, 2025

5. Deferred tax liabilities (net)

(₹ in thousands)

Particulars	As at March 31,	As at March 31,
	2025	2024
Deferred tax liability		
Fixed assets: Impact of difference between tax depreciation and accounting depreciation/ amortization	18,749.40	18,592.94
Gross deferred tax liability	18,749.40	18,592.94
Deferred tax asset		
Provision for warranties	1,081.57	775.40
Provision for Gratuity	2,960.00	3,263.27
Provision for Leave Encashment	5,668.75	5,058.32
Others	91.41	-
Gross deferred tax asset	9,801.73	9,096.99
Deferred tax liabilities (net)	8,947.67	9,495.95

6. Other non current liabilities

(₹ in thousands)

Particulars	Non - Current		Current	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Security deposits received	3,630.00	3,630.00	-	-
	3,630.00	3,630.00	-	-



HGS (India) Limited & its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statements for the year ended March 31, 2025

7. Provisions

(₹ in thousands)

Particulars	Non - Current		Current	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Provision for employees' benefits				
Provision for gratuity	8,730.06	10,983.63	3,030.91	1,982.33
Provision for leave encashment	20,349.86	19,497.42	2,173.78	600.82
	29,079.92	30,481.05	5,204.69	2,583.15
Others				
Provision for warranty*	-	-	4,297.41	3,080.91
Provision for Income Tax (Net of Advance Income Tax)	-	-	2,431.93	-
	-	-	6,729.34	3,080.91
	29,079.924	30,481.045	11,934.03	5,664.06

***Provision for warranties**

A provision is recognized for expected warranty claims on products sold during the year, based on past experience of the level of repairs and returns. It is expected that significant portion of these costs will be incurred in the next financial year. Assumptions used to calculate the provision for warranties are based on current sales levels and current information available about returns based on one year / two year warranty period for all products sold. The provision for current year is made @1% (Previous year @1%) of the sales. The table below gives information about movement in warranty provisions.

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
At the beginning of the year	3,080.91	2,350.89
(+) Addition during the year	4,297.41	3,080.91
(-) Utilized / reversal during the year	3,080.91	2,350.89
At the end of the year	4,297.41	3,080.91
Current portion	4,297.41	3,080.91



HGS (India) Limited & its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statements for the year ended March 31, 2025

8. Trade payables due for payment

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Micro, small and medium enterprises	599.12	1,475.07
Other trade payables	11,254.97	2,302.68
	<u>11,854.09</u>	<u>3,777.75</u>

Ageing for trade payables outstanding as at March 31st, 2025 is as follows:

(₹ in thousands)

Particulars	Outstanding for the following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Trade payable due for payment					
Trade payable to Micro and Small Enterprises	599.12	-	-	-	599.12
Trade payable other than Micro and Small Enterprises	11,254.97	-	-	-	11,254.97
Trade payable to Micro and Small Enterprises - Disputed	-	-	-	-	-
Trade payable other than Micro and Small Enterprises - Disputed	-	-	-	-	-
Total	<u>11,854.09</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,854.09</u>

Ageing for trade payables outstanding as at March 31st, 2024 is as follows:

(₹ in thousands)

Particulars	Outstanding for the following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Trade payable due for payment					
Trade payable to Micro and Small Enterprises	1,475.07	-	-	-	1,475.07
Trade payable other than Micro and Small Enterprises	2,302.68	-	-	-	2,302.68
Trade payable to Micro and Small Enterprises - Disputed	-	-	-	-	-
Trade payable other than Micro and Small Enterprises - Disputed	-	-	-	-	-
Total	<u>3,777.75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,777.75</u>



HGS (India) Limited & its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statements for the year ended March 31, 2025

9. Other current liabilities

(₹ in thousands)

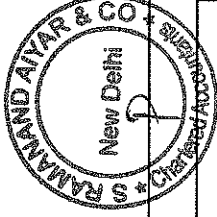
Particulars	As at March 31, 2025	As at March 31, 2024
Advance from Customers	4,641.59	2,784.76
Payable to employees	16,253.16	9,808.94
Other expense payable	1,889.55	1,936.19
VAT/CST recoverable	77.52	77.52
Other statutory dues	1,167.94	13,585.03
Dividend Payable	101.52	6,121.01
	<u>24,131.28</u>	<u>34,313.45</u>



10. Property, Plant and Equipment and Intangible assets

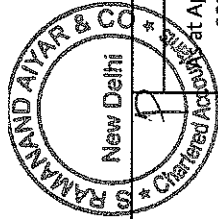
(₹ in thousands)

Particulars	Original cost			Depreciation/Amortization			Net book value As at March 31, 2025
	As at April 01, 2024	Additions during the year	Deductions/ Retirement during the year	As at April 01, 2024	For the year	Upto March 31, 2025	
Tangible assets							
(a) Land - Gurgaon (37-38)	1,00,000.00	-	-	1,00,000.00	-	-	1,00,000.00
(b) Land - Manesar (146)	34,424.99	-	-	34,424.99	-	-	34,424.99
(c) Land - Manesar (158)	48,731.45	-	-	48,731.45	-	-	48,731.45
a) Building - Gurgaon (37-38)	15,734.77	617.50	-	16,352.27	415.40	10,632.63	5,719.65
b) Building - Manesar (146)	41,573.25	72.22	-	41,645.47	1,310.25	16,565.81	25,079.66
c) Building - Manesar (158)	92,825.68	-	-	92,825.68	2,901.76	46,744.15	46,081.53
c) Building - HO Tube well	77,654.86	-	-	77,654.86	1,228.01	14,586.00	63,068.85
	99.57	-	-	99.57	-	94.59	4.98
Plant & Machinery							
Imported	18,604.53	-	-	18,604.53	191.14	15,558.26	3,046.27
Indigenous	33,050.40	717.40	180.00	33,587.80	1,021.86	24,908.08	8,679.72
Tools & Implements							
Imported	1,972.98	-	-	1,972.98	119.34	1,262.90	710.08
Indigenous	1,338.96	352.90	-	1,691.85	61.11	828.24	863.62
Testing Equipments							
Imported	5,075.29	-	-	5,075.29	274.79	3,746.40	1,328.89
Indigenous	3,400.10	1,045.85	-	4,445.95	205.80	1,521.30	2,924.65
Mould & Dies	58,883.39	614.00	-	59,497.39	3,825.05	43,525.02	15,972.37
Generator	4,393.21	1,005.00	1,576.00	3,822.21	9.03	2,685.38	1,136.83
Electrical Installation	19,459.79	371.21	-	19,830.99	496.93	17,577.20	2,253.80
Electrical Installation(Dormitory Unit)	58.93	-	-	58.93	-	55.99	2.95
Furniture & fixtures(Dormitory Units)	118.82	-	-	118.82	-	112.88	5.94
Furniture & fixtures	23,813.51	174.50	-	23,988.01	60.70	22,302.05	1,685.95
Office Equipment	4,170.32	177.80	-	4,348.12	402.29	3,042.07	1,306.05
Air Conditioners	7,187.45	36.57	-	7,224.02	376.95	5,766.49	1,457.53
Computer	4,339.35	357.90	-	4,697.25	239.47	4,084.22	613.03
Server	434.13	-	-	434.13	-	412.42	21.71
Vehicles	10,799.85	1,574.68	-	12,374.53	1,182.66	7,168.87	5,205.66
Material Handling Equip	5,602.91	955.00	-	6,557.91	257.56	4,221.86	2,336.05
Dormitory Units	6,084.82	3,337.88	-	9,422.70	95.71	1,436.15	7,986.55
Fire fighting Equipments	2,073.99	-	-	2,073.99	133.71	1,291.22	782.77
Total (Property, Plant and Equipment)	6,21,907.28	11,410.41	1,756.00	6,31,561.69	14,809.51	2,50,130.15	3,81,431.53
Software	4,629.23	17.60	-	4,646.83	31.03	4,398.80	248.03
Total (Intangible)	4,629.23	17.60	-	4,646.83	31.03	4,398.80	248.03
Total (Property, Plant and Equipment and Intangible assets)	6,26,536.51	11,428.01	1,756.00	6,36,208.51	14,840.54	2,54,528.95	3,81,679.56



(₹ in thousands)

Particulars	Original cost			Depreciation/Amortization			Net book value As at March 31, 2024
	As at April 01, 2023	Additions during the year	Deductions / Retirement during the year	As at April 01, 2023	For the year	Upto March 31, 2024	
Tangible assets							
(a) Land - Gurgaon (37-38)	1,00,000.00	-	-	-	-	-	1,00,000.00
(b) Land - Manesar (146)	34,424.99	-	-	-	-	-	34,424.99
(c) Land - Manesar (158)	48,731.45	-	-	-	-	-	48,731.45
a) Building - Gurgaon (37-38)	16,108.61	-	373.84	10,189.23	401.83	10,217.23	5,517.55
b) Building - Manesar (146)	38,528.14	3,045.11	-	14,012.48	1,243.08	15,255.56	26,317.69
c) Building - Manesar (158)	88,244.47	4,581.21	-	41,065.76	2,776.64	43,842.39	48,983.29
c) Building - HO Tube well	75,738.48	1,916.38	-	12,155.69	1,202.30	13,357.99	64,296.86
	99.57	-	-	94.59	-	94.59	4.98
Plant & Machinery							
Imported	18,533.31	71.22	-	15,055.61	311.51	15,367.12	3,237.41
Indigenous	38,333.81	205.57	5,488.97	27,073.27	1,144.56	23,992.66	9,057.74
Tools & Implements							
Imported	3,080.79	-	1,107.82	2,050.82	120.94	1,028.20	829.42
Indigenous	1,761.14	-	422.18	1,081.63	61.26	375.76	571.83
Testing Equipments							
Imported	5,152.39	-	77.10	3,219.60	278.72	26.71	3,471.61
Indigenous	3,632.09	-	232.00	1,363.31	171.68	219.49	1,315.50
Mould & Dies	58,944.64	670.00	731.25	36,437.31	3,958.65	39,699.97	19,183.42
Generator	4,805.88	-	412.68	4,518.96	46.63	392.04	219.66
Electrical Installation	19,942.31	283.46	765.98	17,144.27	684.54	17,080.27	2,379.52
Electrical Installation(Dormitory Unit)	58.93	-	-	55.99	-	55.99	2.95
Furniture & fixtures(Dormitory Units)	118.82	-	-	112.88	-	112.88	5.94
Furniture & fixtures	24,101.58	192.26	480.33	22,599.40	109.86	22,241.35	1,572.16
Office Equipment	4,822.55	910.30	1,562.52	3,873.31	263.45	2,639.79	1,530.54
Air Conditioners	6,599.84	1,050.68	463.07	5,635.90	193.56	5,389.54	1,797.91
Computer	5,620.25	109.47	1,390.37	4,921.99	246.68	1,323.92	494.60
Server	550.07	-	115.95	522.85	-	110.43	21.71
Vehicles	9,120.32	3,018.15	1,338.61	6,012.02	1,028.19	1,054.01	4,813.65
Material Handling Equip	6,757.68	-	1,154.77	4,827.70	238.75	3,964.29	1,638.62
Dormitory Units	6,084.82	-	-	1,245.38	95.06	1,340.44	4,744.38
Fire fighting Equipments	2,073.99	-	-	1,023.44	134.07	1,157.51	916.48
Total (Property, Plant and Equipment)	6,21,970.91	16,053.80	16,117.44	2,36,293.38	14,711.96	2,36,924.28	3,84,982.99
Software	5,977.20	-	1,347.97	5,574.70	74.16	4,367.76	261.46
Total (Intangible)	5,977.20	-	1,347.97	5,574.70	74.16	4,367.76	261.46
Total (Property, Plant and Equipment and Intangible assets)	6,27,948.11	16,053.80	17,465.41	2,41,868.08	14,786.12	2,41,292.04	3,85,244.46



11. Non-current investments

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Non trade investments		
Unquoted		
Investment in equity instruments (At cost)		
Investment in associates		
118 (P.Y.: 153) Equity Shares of HGS (India) Sales & Services Pvt Ltd of Rs 10/- each	1.18	1.53
Total non current investments	1.18	1.53

12. Loans and Advances

(₹ in thousands)

Particulars	Non - Current		Current	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Capital Advances				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
Doubtful	254.52	254.52	-	-
	254.52	254.52	-	-
Less provision for bad and doubtful advances	254.52	254.52	-	-
Total	-	-	-	-
Loan to Related Party (Refer note no. 29)				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	80,000.00
Doubtful	-	-	-	-
	-	-	-	80,000.00
Less provision for bad and doubtful advances	-	-	-	-
	-	-	-	80,000.00
Advances recoverable in cash or kind				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	444.05	342.15
Doubtful	23.94	23.94	-	-
	23.94	23.94	444.05	342.15
Less provision for bad and doubtful advances	23.94	23.94	-	-
	-	-	444.05	342.15
Other loans & advances (Unsecured, considered good)				
Advance to suppliers	-	-	7,560.99	2,720.44
Advance income tax (net of provision for income t	795.46	10,171.02	-	-
Other Receivables	-	-	452.76	476.99
Balance with Revenue Authorities	-	-	231.85	1,708.31
VAT/CST recoverable	-	-	-	-
GST recoverable	-	-	2,150.09	370.62
	795.46	10,171.02	10,395.68	5,276.36
Total	795.46	10,171.02	10,839.73	85,618.51



13. Other Assets

(₹ in thousands)

	Non - Current		Current	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Security deposits				
Secured, considered good	-	-	-	-
Unsecured, considered good	2,793.25	2,576.25	-	-
Doubtful	-	-	-	-
Interest Accrued but not due	-	-	159.83	58.64
Prepaid expenses	-	-	2,888.56	2,686.81
	2,793.25	2,576.25	3,048.39	2,745.45
Total	2,793.25	2,576.25	3,048.39	2,745.45

14. Current investments

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Non Trade - Unquoted (valued at cost unless stated otherwise)		
1164237.9020 (2024: 2,95,800.314) Units of Kotak Eq. Arbitrage Fund Regular Plan Growth (NAV ₹ 36.8834)	41,999.76	9,999.50
628499.3320 (2024: NIL) Units of ICICI Prudential Equity Arbitrage Fund Growth (NAV ₹ 33.7576)	21,000.51	-
NIL (2024: 2,27,126.838) Units of UTI Arbitrage Fund Growth (Erstwhile UTI Spread Fund)) (NAV NIL)	-	6,184.08
1468571.013 (2024: 14,68,571.013) Bandhan CRISIL IBX Gilt April 2028 Index Fund Regular Plan-Growth	16,000.00	16,000.00
743681.7510 (2024 : 14,63,350.588) Units of ICICI Prudential All Seasons Bond Fund Growth (NAV ₹ 36.2194)	22,925.67	44,997.75
NIL (2024: 5,88,625.2610) Units of SBI Arbitrage Opportunities Fund Regular Plan Growth (NAV NIL)	-	16,940.15
NIL (2024: 41,24,448.145) Units of Tata Arbitrage Fund Regular Plan Growth (NAV NIL)	-	49,997.50
Alphamine Absolute Return Fund class A8 [2025: NAV ₹ 53,490.96 thousands]	50,006.17	20,000.00
Investec Emerging India Credit Opportunities Fund II	12,300.00	
Total	1,64,232.11	1,64,118.98
Less : Provision for Diminution in the value of Investments	-	-
Total Current Investments	1,64,232.11	1,64,118.98
Net Assets Value	1,75,454.13	1,76,910.66



15. Trade receivables

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Outstanding for period exceeding six months from the due date of payment		
Secured, considered good	-	-
Unsecured, considered good	116.67	-
Doubtful	-	-
	116.67	-
Less provision for bad and doubtful debts	-	-
	116.67	-
Other receivables		
Secured, considered good	-	-
Unsecured, considered good	27,885.71	14,435.33
Doubtful	-	-
	27,885.71	14,435.33
Less provision for bad and doubtful debts	-	-
	27,885.71	14,435.33
Total	28,002.38	14,435.33

Ageing for trade receivables - current outstanding as at March 31, 2025 is as follows :

(₹ in thousands)

Particulars	Outstanding for following periods from due date of payments					As at 31.03.2025
	Less Than 6 Months	6 Months - 1 year	1-2 years	2- 3 years	More than 3 years	
Undisputed Trade receivables – considered good	27,885.71	116.67	-	-	-	28,002.38
Undisputed Trade receivables – considered doubtful	-	-	-	-	-	-
Disputed Trade receivables – considered good	-	-	-	-	-	-
Disputed Trade receivables – considered doubtful	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	-	-
Total	27,885.71	116.67	-	-	-	28,002.38

Ageing for trade receivables - current outstanding as at March 31, 2024 is as follows :

(₹ in thousands)

Particulars	Outstanding for following periods from due date of payments					As at 31.03.2024
	Less Than 6 Months	6 Months - 1 year	1-2 years	2- 3 years	More than 3 years	
Undisputed Trade receivables – considered good	14,435.33	-	-	-	-	14,435.33
Undisputed Trade receivables – considered doubtful	-	-	-	-	-	-
Disputed Trade receivables – considered good	-	-	-	-	-	-
Disputed Trade receivables – considered doubtful	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	-	-
Total	14,435.33	-	-	-	-	14,435.33



16. Inventories*

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Raw Materials and components	1,60,281.07	1,93,652.56
Traded Goods	3,827.58	5,298.13
Finished goods	-	-
Intermediate Goods	1,60,677.40	1,80,222.91
Work in Progress	37,056.70	39,016.85
Store, Spares, Consumables and Packing material	5,341.33	5,597.85
Material in transit	12,416.33	-
Total	3,79,600.41	4,23,788.30

*All inventories are valued at lower of cost and net realizable value.

17. Cash and bank balances

(₹ in thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
Cash and cash equivalents		
Balances with banks:		
In current accounts	46,357.90	21,475.46
In cash credit accounts**	11,196.95	720.85
In dividend accounts ***	151.73	6,172.65
Cash in hand	70.56	10.15
	57,777.14	28,379.11
Other bank balances		
Fixed Deposit having original maturity in excess of 3 months		
- Bank Deposit with less than 12 months maturity	11,568.78	19,372.65
	11,568.78	19,372.65
Total	69,345.92	47,751.76

* 1) Secured against Cash Credit Facility of ₹ 1,000 (₹ in thousands) with Canara Bank, New Delhi:

- Hypothecation of Stock of Raw Material/ Work in Progress/ Finished Goods and Receivables of the Company,
- Factory land and building situated at 37-38, Udyog Vihar, Phase IV, HSIDC 2 Industrial Area, Gurugram Haryana standing in the name of the company, and
- Factory land and building situated at Plot No. 158, Sector 4, IMT Manesar Gurugram, standing in the name of the company.

2) Secured against Fixed Deposit Overdraft Facility of ₹ 2,500 (₹ in thousands) with Kotak Mahindra Bank

** This balance has been kept to maintain minimum balance.

*** Deposits Account includes deposits of ₹ 10,361 (₹ in thousands) [previous year ₹ 18,245.257 (₹ in thousands)] pledged as security with banks for guarantees given by the bank on behalf of the Company.



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

18. Revenue from operations

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Sale of products		
Finished goods	4,79,069.92	3,51,326.27
Sale of services	5,179.41	1,016.40
Other operating revenue		
Scrap sales	649.02	116.23
Revenue from operations	4,84,898.35	3,52,458.90

Details of products sold

Finished goods

Geophone, Strings, Harnesses, coils and Geophone Elements	1,25,292.78	1,65,286.84
Cable	1,24,963.10	77,032.69
Connectors	4,256.18	5,276.15
Data Acquisition System	17,282.13	12,494.51
Others	2,07,275.73	91,236.08
	4,79,069.92	3,51,326.27



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

19. Other income

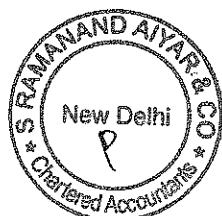
(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Interest Income		
Fixed deposits	824.87	865.46
Income Tax Refund	372.14	-
Others	1,342.47	411.10
Consultancy and Management Fee	1,180.22	1,592.82
Income from Investment	860.28	81.64
Net gain/loss on sale of investments	15,225.03	4,730.66
Incentive Scrips (License) Sold	962.61	-
Rent received	15,822.33	11,236.29
Provisions/Credit balances/Liabilities written back	447.37	861.85
Provision written back for Warranty expenses	3,080.91	2,350.89
Miscellaneous income	45.10	250.49
Exchange rate fluctuation(net)	3,748.32	2,111.67
Recharged Shipping Cost	2,159.63	2,502.57
	<u>46,071.28</u>	<u>26,995.44</u>

20. Purchase of Traded Goods

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Purchase of traded inventory during the year	1,247.59	503.12
	<u>1,247.59</u>	<u>503.12</u>
Details of traded goods purchased		
Geophones, Strings, Coils and Components	1,247.59	503.12
	<u>1,247.59</u>	<u>503.12</u>



HGS (India) Limited and its Subsidiary

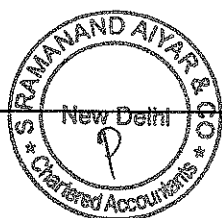
CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

21. Cost of raw materials consumed

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Inventory opening balance	1,93,636.69	1,90,879.30
Add : Purchases	1,07,756.21	63,105.35
	<u>3,01,392.90</u>	<u>2,53,984.65</u>
Less : Inventory closing balance**	1,60,265.59	1,93,636.69
Cost of raw materials consumed	1,41,127.31	60,347.97
Decrease/(Increase) in scrap	-	-
(a)*	<u>1,41,127.31</u>	<u>60,347.97</u>
Store, Spares, Consumables and Packing material consumed		
Opening Balance	5,613.73	6,305.03
Add: Purchases during the year of Packing material	1,870.27	1,572.79
Consumables and spares	3,533.53	2,438.28
Less: Closing Balance	5,356.82	5,613.73
(b)	<u>5,660.71</u>	<u>4,702.37</u>
(a)+(b)	<u>1,46,788.02</u>	<u>65,050.34</u>
Details of raw materials and components consumed*		
Cables	13,830.22	7,453.32
Electronic Parts	57,939.24	14,669.24
Metal Parts	28,232.05	19,828.28
Plastic Powder & Parts	19,351.69	7,649.93
Rubber Parts	833.36	406.81
Geophone Strings, Harnesses, Coils, Parts and elements	20,940.75	10,340.39
	<u>1,41,127.31</u>	<u>60,347.97</u>
Details of inventory		
Raw materials and components inventory		
Cables	43,301.39	48,947.45
Electronic Parts	15,688.48	19,947.19
Metal Parts	32,300.20	41,052.11
Plastic Powder & Parts	12,678.54	30,764.72
Rubber Parts	1,838.35	2,048.46
Parts of Geophone	54,458.63	50,876.75
	<u>1,60,265.59</u>	<u>1,93,636.68</u>



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

22. Changes in inventories

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Inventory opening balance		
Finished goods - Manufactured	-	-
Traded	5,298.13	3,669.16
Work in progress	39,016.85	47,560.15
Intermediate goods	1,80,222.91	2,22,365.48
	<u>2,24,537.89</u>	<u>2,73,594.79</u>
Inventory closing balance		
Finished goods - Manufactured	-	-
Traded	3,827.58	5,298.13
Work in progress	37,056.70	39,016.85
Intermediate goods	1,60,677.40	1,80,222.91
	<u>2,01,561.69</u>	<u>2,24,537.89</u>
(Increase)/Decrease in inventories	<u>22,976.20</u>	<u>49,056.90</u>
Details of inventory		
Intermediate goods		
Geophone Strings	388.511	434.20
Cable	5,686.884	4,340.90
Connector	1,343.721	1,466.23
Parts & Accessories of Geophysical Instruments	1,53,258.29	1,73,981.57
	<u>1,60,677.40</u>	<u>1,80,222.90</u>
Work-in-progress		
Work-in-progress	37,056.70	39,016.85
	<u>37,056.70</u>	<u>39,016.85</u>
Traded Goods		
Geophones, Strings and Components	3,827.58	5,298.13
	<u>3,827.58</u>	<u>5,298.13</u>
Finished goods		
Geophone Strings	-	-
	<u>-</u>	<u>-</u>



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

23. Employee benefits expense

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Salaries and wages	1,07,332.96	1,08,768.03
Social Security Cost	3,021.27	3,320.42
Pension Cost	4,267.30	3,896.49
Leave encashment	3,977.61	874.99
Contribution to provident and other funds	5,959.47	6,433.19
Director's Commission	1,275.46	513.87
Bonus & Ex Gratia	10,567.84	7,313.81
Gratuity	3,730.92	-
Staff welfare expense	2,095.82	1,336.46
Recruitment and training	292.74	12.10
Voluntary Retirement Scheme	400.00	11,101.09
	<u>1,42,921.39</u>	<u>1,43,570.45</u>



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

24. Other expenses

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Electricity Power and fuel	5,971.37	5,724.85
Freight and cartage inward	214.54	104.17
Job and fabrication charges	6,794.95	4,062.89
Communication costs	1,040.68	1,010.70
Rates and taxes	197.77	1,268.02
Insurance	2,236.95	1,325.70
Repairs and maintenance		
Repairs and maintenance-Plant and machinery	563.38	453.94
Repairs and maintenance-Buildings	717.99	597.32
Repairs and maintenance-Others	4,728.71	4,826.28
Vehicle running & maintenance	2,309.56	2,362.14
Auditors' remuneration (refer details below)	615.25	615.75
Advertising and sales promotion	862.28	1,516.57
Contractual labour charges	1,094.79	297.92
Rent	1,815.32	1,647.54
Travelling and conveyance	3,383.30	4,038.09
Printing and stationery	395.61	355.57
Legal and professional fees	8,798.71	10,612.19
Fees & subscriptions	552.17	517.66
Tender Fees	432.04	2.50
Entertainment	362.93	337.72
Testing fees	142.91	190.48
Freight and forwarding charges	12,975.03	10,958.27
Discount Granted	38.02	187.37
Miscellaneous expenses	398.74	255.22
Bank charges	1,538.67	1,154.40
Loss on sale of fixed assets (net)	48.12	838.55
Fund Management Expense	125.63	-
Donation	300.00	250.00
Warranty expenses	4,483.13	3,080.91
ICT Expenses	592.65	561.88
Sitting fees	180.00	240.00
Tooling Costs	42.91	295.00
	63,954.11	59,689.56



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

Auditors' remuneration

As auditor

Audit fee	300.63	300.63
Tax audit fee	118.75	118.75
Transfer Pricing Audit	100.75	100.75
Other Matters	40.63	40.63
Audit fee of Subsidiary Company	45.00	45.00
Auditor's Reimbursement	10.00	10.00
	<u>615.75</u>	<u>615.75</u>

25. Earnings per share

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Profit after tax	1,05,054.96	39,977.29
Net profit for calculation of basic EPS	1,05,054.96	39,977.29
Net profit for calculation of diluted EPS	<u>1,05,054.96</u>	<u>39,977.29</u>
Total number of equity shares in calculating basic EPS (Weighted Average in previous year)	82,34,010	94,80,800
Weighted average number of equity shares in calculating diluted EPS	82,34,010	94,80,800
Basic earnings per share	12.76	4.22
Diluted earnings per share	<u>12.76</u>	<u>4.22</u>



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

18. Revenue from operations

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Sale of products		
Finished goods	4,79,069.92	3,51,326.27
Sale of services	5,179.41	1,016.40
Other operating revenue		
Scrap sales	649.02	116.23
Revenue from operations	4,84,898.35	3,52,458.90

Details of products sold

Finished goods

Geophone, Strings, Harnesses, coils and Geophone Elements	1,25,292.78	1,65,286.84
Cable	1,24,963.10	77,032.69
Connectors	4,256.18	5,276.15
Data Acquisition System	17,282.13	12,494.51
Others	2,07,275.73	91,236.08
	4,79,069.92	3,51,326.27



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

19. Other income

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Interest Income		
Fixed deposits	824.87	865.46
Income Tax Refund	372.14	-
Others	1,342.47	411.10
Consultancy and Management Fee	1,180.22	1,592.82
Income from Investment	860.28	81.64
Net gain/loss on sale of investments	15,225.03	4,730.66
Incentive Scrips (License) Sold	962.61	-
Rent received	15,822.33	11,236.29
Provisions/Credit balances/Liabilities written back	447.37	861.85
Provision written back for Warranty expenses	3,080.91	2,350.89
Miscellaneous income	45.10	250.49
Exchange rate fluctuation(net)	3,748.32	2,111.67
Recharged Shipping Cost	2,159.63	2,502.57
	<u>46,071.28</u>	<u>26,995.44</u>

20. Purchase of Traded Goods

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Purchase of traded inventory during the year	1,247.59	503.12
	<u>1,247.59</u>	<u>503.12</u>
Details of traded goods purchased		
Geophones, Strings, Coils and Components	1,247.59	503.12
	<u>1,247.59</u>	<u>503.12</u>



HGS (India) Limited and its Subsidiary

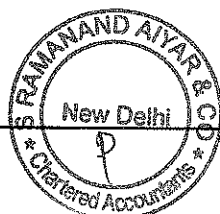
CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

21. Cost of raw materials consumed

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Inventory opening balance	1,93,636.69	1,90,879.30
Add : Purchases	1,07,756.21	63,105.35
	3,01,392.90	2,53,984.65
Less : Inventory closing balance**	1,60,265.59	1,93,636.69
Cost of raw materials consumed	1,41,127.31	60,347.97
Decrease/(Increase) in scrap	-	-
(a)*	1,41,127.31	60,347.97
Store, Spares, Consumables and Packing material consumed		
Opening Balance	5,613.73	6,305.03
Add: Purchases during the year of Packing material	1,870.27	1,572.79
Consumables and spares	3,533.53	2,438.28
Less: Closing Balance	5,356.82	5,613.73
(b)	5,660.71	4,702.37
(a)+(b)	1,46,788.02	65,050.34
Details of raw materials and components consumed*		
Cables	13,830.22	7,453.32
Electronic Parts	57,939.24	14,669.24
Metal Parts	28,232.05	19,828.28
Plastic Powder & Parts	19,351.69	7,649.93
Rubber Parts	833.36	406.81
Geophone Strings, Harnesses, Coils, Parts and elements	20,940.75	10,340.39
	1,41,127.31	60,347.97
Details of inventory		
Raw materials and components inventory		
Cables	43,301.39	48,947.45
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Metal Parts	32,300.20	41,052.11
Plastic Powder & Parts	12,678.54	30,764.72
Rubber Parts	1,838.35	2,048.46
Parts of Geophone	54,458.63	50,876.75
	1,60,265.59	1,93,636.68



HGS (India) Limited and its Subsidiary

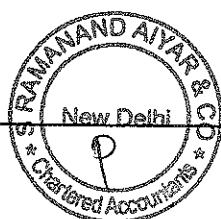
CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

22. Changes in inventories

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Inventory opening balance		
Finished goods - Manufactured	-	-
Traded	5,298.13	3,669.16
Work in progress	39,016.85	47,560.15
Intermediate goods	1,80,222.91	2,22,365.48
	2,24,537.89	2,73,594.79
Inventory closing balance		
Finished goods - Manufactured	-	-
Traded	3,827.58	5,298.13
Work in progress	37,056.70	39,016.85
Intermediate goods	1,60,677.40	1,80,222.91
	2,01,561.69	2,24,537.89
(Increase)/Decrease in inventories	22,976.20	49,056.90
Details of inventory		
Intermediate goods		
Geophone Strings	388.511	434.20
Cable	5,686.884	4,340.90
Connector	1,343.721	1,466.23
Parts & Accessories of Geophysical Instruments	1,53,258.29	1,73,981.57
	1,60,677.40	1,80,222.90
Work-in-progress		
Work-in-progress	37,056.70	39,016.85
	37,056.70	39,016.85
Traded Goods		
Geophones, Strings and Components	3,827.58	5,298.13
	3,827.58	5,298.13
Finished goods		
Geophone Strings	-	-
	-	-



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

23. Employee benefits expense

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Salaries and wages	1,07,332.96	1,08,768.03
Social Security Cost	3,021.27	3,320.42
Pension Cost	4,267.30	3,896.49
Leave encashment	3,977.61	874.99
Contribution to provident and other funds	5,959.47	6,433.19
Director's Commission	1,275.46	513.87
Bonus & Ex Gratia	10,567.84	7,313.81
Gratuity	3,730.92	-
Staff welfare expense	2,095.82	1,336.46
Recruitment and training	292.74	12.10
Voluntary Retirement Scheme	400.00	11,101.09
	<u>1,42,921.39</u>	<u>1,43,570.45</u>



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

24. Other expenses

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Electricity Power and fuel	5,971.37	5,724.85
Freight and cartage inward	214.54	104.17
Job and fabrication charges	6,794.95	4,062.89
Communication costs	1,040.68	1,010.70
Rates and taxes	197.77	1,268.02
Insurance	2,236.95	1,325.70
Repairs and maintenance		
Repairs and maintenance-Plant and machinery	563.38	453.94
Repairs and maintenance-Buildings	717.99	597.32
Repairs and maintenance-Others	4,728.71	4,826.28
Vehicle running & maintenance	2,309.56	2,362.14
Auditors' remuneration (refer details below)	615.25	615.75
Advertising and sales promotion	862.28	1,516.57
Contractual labour charges	1,094.79	297.92
Rent	1,815.32	1,647.54
Travelling and conveyance	3,383.30	4,038.09
Printing and stationery	395.61	355.57
Legal and professional fees	8,798.71	10,612.19
Fees & subscriptions	552.17	517.66
Tender Fees	432.04	2.50
Entertainment	362.93	337.72
Testing fees	142.91	190.48
Freight and forwarding charges	12,975.03	10,958.27
Discount Granted	38.02	187.37
Miscellaneous expenses	398.74	255.22
Bank charges	1,538.67	1,154.40
Loss on sale of fixed assets (net)	48.12	838.55
Fund Management Expense	125.63	-
Donation	300.00	250.00
Warranty expenses	4,483.13	3,080.91
ICT Expenses	592.65	561.88
Sitting fees	180.00	240.00
Tooling Costs	42.91	295.00
	63,954.11	59,689.56



HGS (India) Limited and its Subsidiary

CIN: U74899DL1986PLC023341

Notes to consolidated financial statement for the year ended on March 31, 2025

Auditors' remuneration

As auditor

Audit fee	300.63	300.63
Tax audit fee	118.75	118.75
Transfer Pricing Audit	100.75	100.75
Other Matters	40.63	40.63
Audit fee of Subsidiary Company	45.00	45.00
Auditor's Reimbursement	10.00	10.00
	<u>615.75</u>	<u>615.75</u>

25. Earnings per share

(₹ in thousands)

Particulars	For the year ended on March 31, 2025	For the year ended on March 31, 2024
Profit after tax	1,05,054.96	39,977.29
Net profit for calculation of basic EPS	1,05,054.96	39,977.29
Net profit for calculation of diluted EPS	<u>1,05,054.96</u>	<u>39,977.29</u>
Total number of equity shares in calculating basic EPS (Weighted Average in previous year)	82,34,010	94,80,800
Weighted average number of equity shares in calculating diluted EPS	82,34,010	94,80,800
Basic earnings per share	12.76	4.22
Diluted earnings per share	<u>12.76</u>	<u>4.22</u>



26. Segment Reporting

(A) Management has identified following reportable geographical segments, namely:

(i) Business in India

The primary reporting of the Company has been performed on the basis of business segment. The Company is engaged in the business of manufacturing Geophone strings, Cables and Connectors etc.

(ii) Overseas Business namely Business in "The Netherlands" through its Subsidiary

The activities of Company's Subsidiaries in The Netherlands falls within a single primary business segment as "Trading of Geophysical Equipments". None of the other business is reportable under this.

(B) Information about Geographical Segments:

(₹ in thousands)

Particulars	For the year ended on March 31, 2025			For the year ended on March 31, 2024		
	Business in India	Overseas Business	Total	Business in India	Overseas Business	Total
Segment Revenue						
Sale of products:						
- External Sales	3,81,532.68	98,186.26	4,79,718.94	2,65,424.72	86,017.77	3,51,442.49
- Inter-Segment Sales	53,473.47	7,568.89	61,042.36	48,165.61	4,356.72	52,522.33
- Income from Services	5,179.41	-	5,179.41	1,016.40	-	1,016.40
	4,40,185.56	1,05,755.14	5,45,940.70	3,14,606.73	90,374.49	4,04,981.22
Inter - Segment Transfers	(53,473.47)	(7,568.89)	(61,042.36)	(48,165.61)	(4,356.72)	(52,522.33)
Net Turnover	3,86,712.09	98,186.26	4,84,898.35	2,66,441.12	86,017.77	3,52,458.89
Other Income	43,701.41	2,369.86	46,071.28	23,932.53	3,062.92	26,995.45
Less: Inter-Segment	-	-	-	-	-	-
Other Income	43,701.41	2,369.86	46,071.28	23,932.53	3,062.92	26,995.45
Net revenue from operations	4,30,413.51	1,00,556.12	5,30,969.63	2,90,373.65	89,080.69	3,79,454.35
Segment Result before interest,						
Prior Period Items & taxes	1,32,225.82	6,015.95	1,38,241.78	47,355.67	(557.82)	46,797.86
Interest on Overdraft	-	-	-	-	-	-
Segment Result before Prior						
Period Items & taxes	1,32,225.82	6,015.95	1,38,241.78	47,355.67	(557.82)	46,797.86
Prior Period Expense	-	-	-	-	-	-
Segment Result before taxes	1,32,225.82	6,015.95	1,38,241.78	47,355.67	(557.82)	46,797.86
Provision for Tax	32,200.00	1,463.15	33,663.15	6,363.00	-	6,363.00
MAT Credit Entitlement	-	-	-	-	-	-
Tax Paid for Earlier Years	71.94	-	71.94	883.08	-	883.08
Deferred Tax Expense	(548.27)	-	(548.27)	(425.51)	-	(425.51)
Profit After Taxes	1,00,502.16	4,552.80	1,05,054.96	40,535.11	(557.82)	39,977.29
Segment Assets	10,13,285.05	27,053.35	10,40,338.40	11,15,396.90	21,510.86	11,36,907.76
Segment Liabilities	44,795.82	3,165.24	47,961.06	85,198.32	2,163.93	87,362.25
Capital Expenditure during the year	10,701.41	726.60	11,428.01	15,382.35	671.45	16,053.80
Depreciation/Amortization during the year	14,542.54	298.01	14,840.55	14,629.39	156.73	14,786.12



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Notes to consolidated financial statements for the year ended March 31, 2025

27. Disclosures pursuant to Accounting Standard 15 on employee retirement benefits

(₹ in thousands)

Particulars	Gratuity (Funded)		Compensated Absences Earned Leave (Unfunded)	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
1. Expenses recognised in profit and loss account				
Current service cost	2,921.75	2,737.93	1,712.08	1,609.48
Past service cost	-	-	-	-
Interest cost	2,751.47	3,721.23	1,453.10	1,975.58
Expected return on plan assets	(1,924.43)	(1,837.72)	-	-
Net actuarial(gain)/loss recognised in the year	(17.88)	(5,138.24)	812.43	(2,710.07)
Recognised in earlier year				
Total expenses	3,730.92	(516.80)	3,977.61	874.99
2. Net asset/(liability) recognised as at the end of the year				
Present value of defined benefit obligation	41,382.14	38,056.33	22,523.64	20,098.23
Fair value of plan assets	29,621.16	25,090.36	-	-
Funded status [surplus/(deficit)]	(11,760.98)	(12,965.97)	(22,523.64)	(20,098.23)
Net asset/(liability) as at the end of the year	(11,760.98)	(12,965.97)	(22,523.64)	(20,098.23)
3. Change in the present value of obligation during the year				
Present value of obligation as at the beginning of the year	38,056.33	50,423.17	20,098.23	26,769.39
Interest cost	2,751.47	3,721.23	1,453.10	1,975.58
Past service cost	-	-	-	-
Current service cost	2,921.75	2,737.94	1,712.08	1,609.48
Benefits paid	(2,559.12)	(13,906.97)	(1,552.20)	(7,546.15)
Actuarial (gains)/losses on obligation	211.70	(4,919.04)	812.43	(2,710.07)
Acquisition Adjustment	-	-	-	-
Present value of obligation as at the end of the year	41,382.14	38,056.33	22,523.64	20,098.23
4. Changes in fair value of plan assets representing reconciliation of the opening and closing balances thereof as follows:				
Fair value of plan assets as at the beginning of the year	25,090.36	26,215.68	-	-
Expected return on plan assets	1,924.43	1,837.72	-	-
Actuarial (gains)/losses	229.58	219.20	-	-
Contributions by the employer	4,935.91	10,724.73	-	-
Mortality charges	-	-	-	-
Benefits paid	(2,559.12)	(13,906.97)	-	-
Fair value of plan assets as at the end of the year	29,621.16	25,090.36	-	-

Note: The estimate of future salary increase considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.



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Notes to consolidated financial statements for the year ended March 31, 2025

28. The Company has not entered into foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to firm commitments and highly probable forecast transactions. The outstanding foreign currency exposures as at March 31, 2025 are as follows:

Particulars	As at March 31, 2025		As at March 31, 2024	
	Foreign Currency	(₹ in thousands)	Foreign Currency	(₹ in thousands)
Import trade payables				
USD	1,27,467	10,911.44	1,831	152.60
EURO	-	-	5,778	516.79
Advances to suppliers				
USD	29,146	2,494.95	24,323	2,027.57
EURO	688	63.58	2,788	249.40
Export trade receivables				
USD	17,725	1,517.30	30,525	2,544.52
EUR	14,050	1,298.08	25,900	2,316.68
Advances from Customers				
USD	3,249	278.14	507	42.26
Bank Balance in EEFC Accounts				
USD Account	3,33,889	28,574.65	95,831	7,989.77

29. Related party disclosures

Particulars	Name of Party/ Person
Names of related parties where control exists:	
Related Company	Sowar Private Limited
[Common Directorship & holding more than 20% shares in HGS (INDIA) LIMITED]	
Key Managerial Personnel (KMP)	
Managing Director & CFO	Mr. Anil Dass
Director (Whole Time)	Mr. Samir Gugnani
Director	Major Bijendra Singh (Retd.)
Independent Director	Ms. Malti Sen
Independent Director	Mr. Anant Narain Bhatia
Relative of Key Managerial Personnel (KMP)	
Analyst-Business Development	Mr. Karanjeet Dass
Names of other related parties with whom transactions have taken place during the year/period:	
Common Directorship	HGS (India) Sales and Services Pvt Ltd

Particulars	Associates/Subsidiary		Key management personnel	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
(₹ in thousands)				
Transactions				
Loan to Related Party				
Sowar Private Limited	-	95,000.00	-	-
Repayment of loan by Related Party				
Sowar Private Limited	80,000.00	15,000.00	-	-
Interest Income				
Sowar Private Limited	1,342.47	411.10	-	-
Remuneration (excluding reimbursements)				
Mr. Anil Dass				
Salary	-	-	10,827.88	9,219.87
Commission	-	-	1,275.46	513.87
Mr. Dhiraj Kumar Vashishta- Salary	-	-	3,037.20	-
Mr. Karanjeet Dass- Salary	-	-	-	498.00



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Notes to consolidated financial statements for the year ended March 31, 2025

Particulars	(₹ in thousands)			
	Associates/Subsidiary		Key management personnel	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Professional Charges				
Mr. Samir Gugnani	-	-	2,552.79	4,140.00
Administration fee				
Sowar Private Limited	890.52	813.36	-	-
Sales				
Sowar Private Limited	86.20	-	-	-
Director's Sitting Fee				
Mr. Anand Narain Bhatia	-	-	45.00	75.00
Ms. Malti Sen	-	-	45.00	75.00
Mr. Brijendra Singh	-	-	30.00	45.00
Mr Samir Gugnani	-	-	60.00	45.00
Balance outstanding				
Trade Receivables				
Sowar Private Limited	80.15	91.53	-	-
Trade Payables				
Mr. Samir Gugnani	-	-	-	372.60
Payables to Employees				
Mr. Anil Dass (Commission)	-	-	1,275.46	513.87
Mr. Karanjeet Dass - Exgratia	-	-	-	13.18
Investments				
HGS India Sales and Services Pvt Ltd	1.18	1.53	-	-
HGS Products BV	170	170	-	-

30. Value of current assets loans and advances

As per the requirements of schedule III of the Companies Act, 2013, the Board of Directors have considered the values of all assets of the Company except fixed Assets and non-current investments and have come to a conclusion that these have value on realisations in the ordinary course of business, which is not less than the value at which they are stated in the Balance Sheet.

31. Additional information, as required under Schedule III to the Companies Act, 2013, in respect of enterprises consolidated.

Name of Enterprise	Net Assets i.e. total assets minus total liabilities			
	March 31, 2025		March 31, 2024	
	As % of consolidated net assets	(₹ in thousands)	As % of consolidated net assets	(₹ in thousands)
Parent				
HGS (India) Limited	97.59	9,68,489.23	98.16	10,30,198.58
Subsidiary-Foreign				
HGS Products B.V	2.41	23,888.11	1.84	19,346.93
Total	100.00	9,92,377.34	100.00	10,49,545.51

Name of Enterprise	Share in Profit or loss			
	March 31, 2025		March 31, 2024	
	As % of consolidated profit or loss	(₹ in thousands)	As % of consolidated profit or loss	(₹ in thousands)
Parent				
HGS (India) Limited	95.67	1,00,502.16	101.40	40,535.11
Subsidiary-Foreign				
HGS Products B.V	4.33	4,552.80	(1.40)	(557.82)
Total	100.00	1,05,054.96	100.00	39,977.29



32. Ratio

Ratio	Numerator	Denominator	Year ended March 31, 2025	Year ended March 31, 2024	% Change	Reason
Current Ratio (in times)	Current Assets	Current Liabilities	13.67	16.88	-19%	
Debt Equity Ratio (in times)	Debt	Equity	NA	NA	NA	
Debt Service Coverage Ratio (in times)	EBIDTA	Interest + Principal	NA	NA	NA	
Return on Equity Ratio (in %)	Net Income	Shareholders Funds	11.05%	3.81%	190%	Increase in profit
Inventory Turnover Ratio	Cost of Revenue from Operation	Average Inventory	0.98	0.74	32%	
Trade Receivable Turnover Ratio (in times)	Net Credit Revenue from Operation	Average Trade Receivable	22.85	15.13	51%	Rise in revenue from operations
Trade Payable Turnover Ratio (in times)	Net Credit Purchases	Average Trade Payable	21.88	23.70	-8%	
Net Capital Turnover Ratio (in times)	Sales	Shareholders Funds	0.49	0.32	52%	Rise in revenue from operations
Net Profit Ratio (in %)	Net Profit	Net Sales	21.67%	11.34%	91%	Rise in revenue from operations
Return on Capital Employed (in %)	EBIT	Capital Employed	14.54%	4.46%	226%	

33. Additional Regulatory Information

PART 1 - Balance Sheet

(i) Title deeds of Immovable Property not held in name of the Company

There is no immovable property whose title deeds are not held in the name of the company.

(ii) Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017

The company has not revalued its Property, Plant and Equipment during the financial year 2024-2025

(iii) Whether the company has provided any such loans or advances to the promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are:

- (a) repayable on demand or
(b) without specifying any terms or period of repayment

The Company has not provided any such loans or advances to the promoters, directors, KMPs and the related parties during the year.

(iv) Capital-Work-in Progress (CWIP)

The Company has no Capital-Work-in Progress (CWIP) during the year.

(v) Intangible assets under development

The Company has no Intangible assets under development.

(vi) Benami Property

There is no Benami Property being held by the Company and no proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

(vii) Where the Company has borrowings from banks or financial institutions on the basis of security of current assets, it shall disclose the following

The Company has Working Capital Limit with the Canara Bank against the Hypotecation of stock and trade receivables. Also the Company has Working Capital Limit with the Kotak mahindra bank on the basis of security of FD.

(a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

Yes, statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.



(b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed.
Not Applicable

(viii) Wilful Defaulter

No, The company is a not declared wilful defaulter by any bank or financial Institution or other lender.

(ix) Relationship with Struck off Companies

The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act 1956.

(x) Registration of charges or satisfaction with Registrar of Companies

No charges or satisfaction yet to be registered by the company, with Registrar of Companies beyond the statutory period.

(xi) Compliance with number of layers of companies

Where the company has not complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017

Not Applicable

(xi) Ratios

Refer the note no: 32

(xiii) Compliance with approved Scheme(s) of Arrangements

Not Applicable

(xiv) Utilisation of Borrowed funds and share premium:

Not Applicable

PART 2 - Statement of Profit and Loss

(ix) Undisclosed income

There is no transaction that the Company has not recorded in the books of accounts but which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961),

(x) Corporate Social Responsibility (CSR)

Refer note no. 32

(xi) Details of Crypto Currency or Virtual Currency :

The Company has neither traded nor invested in Crypto currency or Virtual Currency during the financial year 2024-25.



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Notes to consolidated financial statements for the year ended March 31, 2025

34. The Company's business consists of manufacture and sale of accessories of data acquisition system .The entire operations are governed by the same set of risks and returns hence have been considered as representing a single segment. The said treatment is in accordance with the guiding principles enunciated in the Accounting standard on Segment reporting AS -17.

35. Previous year's figures have been regrouped where ever considered necessary.

As per our Report of even date attached
For S. Ramanand Aiyar & Co.
Chartered Accountants
Firm Registration No. 000990N


For & on behalf of Board of Directors



Anil Dass
Managing Director & CFO
DIN: 00043366



Samir Gugnani
Director
DIN: 03518423



R. Balasubramanian
Partner
Membership No.: 080432



Place: New Delhi
Date: 20.06.2025