Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Balance Sheet
(All amounts are in Indian Rupees million, unless otherwise stated)

	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	3	561.83	630.40
Right-of-use assets	4	574.54	178.13
Capital work-in-progress	5	38.27	1.52
Other intangible assets	6	3.25	0.21
Financial assets			
(i) Investments	7	0.40	0.40
(ii) Other financial assets	8	205.89	180.65
Non-current tax assets (net)	38 (c)	32.75	74.06
Deferred tax assets (net)	38 (d)	75.33	43.71
Other non-current assets	9	180.52	76.84
Total non-current assets		**1,672.78**	**1,185.92**
Current assets			
Inventories	10	984.10	1,291.61
Financial assets			
(i) Trade receivables	11	918.65	1,291.23
(ii) Cash and cash equivalents	12	5,046.32	49.26
(iii) Bank balances other than (ii) above	13	390.31	122.30
(iv) Loans	14	1,001.14	1,040.54
(v) Other financial assets	15	88.11	48.19
Other current assets	16	208.80	181.08
Total current assets		**8,637.43**	**4,024.21**
Total assets		**10,310.21**	**5,210.13**
EQUITY & LIABILITIES			
Equity			
Equity share capital	17	413.61	413.61
Other equity	18	3,309.05	1,518.82
Total Equity		**3,722.66**	**1,932.43**
Non-current liabilities			
Financial liabilities			
(i) Borrowings	19	4,283.79	414.34
(ii) Lease liabilities	20	396.21	123.37
(iii) Other financial liabilities	21	18.45	-
Provisions	22	7.84	5.10
Total non-current liabilities		**4,706.29**	**542.81**
Current liabilities			
Financial liabilities			
(i) Borrowings	23	210.95	551.87
(ii) Lease liabilities	24	174.93	55.73
(iii) Trade payables	25		
a) total outstanding dues of micro enterprises and small enterprises		14.60	14.31
b) total outstanding dues of creditors other than micro enterprises and small enterprises		844.72	1,172.50
(iv) Other financial liabilities	26	251.32	597.13
Other current liabilities	27	130.36	108.40
Provisions	28	215.51	210.60
Current tax liabilities (net)	38 (c)	38.67	24.35
Total current liabilities		**1,881.26**	**2,734.89**
Total liabilities		**6,587.55**	**3,277.70**
Total equity and liabilities		**10,310.21**	**5,210.13**
Material Accounting Policies	2		
Notes to the Financial Statements	3 to 61		

As per our report of even date attached.
For **Manian & Rao**
Chartered Accountants
Firm Registration No - 001983S

[illegible] Dugar
Partner
Membership No. 211468

MANIAN & RAO
Bangalore
Chartered Accountants

Place : Bengaluru
Date : September 05, 2024

For and on behalf of the Board of Directors of
Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316

Abhay Anant Gupte
Director
DIN : 00389288

Prabhakara Dayananda Kamath
Director
DIN : 00035434

Dattatri H.M
Company Secretary
FCS: 7799

S Girish Kini
Chief Executive Officer

Ramnath Pai
Chief Financial Officer

Place : Manipal
Date : September 05, 2024

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Statement of Profit and Loss (Including other comprehensive income)
(All amounts are in Indian Rupees million, unless otherwise stated)

	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023
Income			
Revenue from operations	29	10,291.72	7,455.90
Other income	30	214.65	120.62
Total income		**10,506.37**	**7,576.52**
Expenses			
Cost of materials consumed	31	4,479.25	4,421.07
Purchase of stock-in-trade	32	369.77	343.24
Changes in inventories of stock-in-trade and work-in progress	33	166.74	(84.91)
Employee benefits expense	34	654.77	404.04
Finance costs	35	220.61	119.43
Depreciation and amortisation expense	36	281.32	177.50
Other expenses	37	1,967.28	1,348.14
Total expenses		**8,139.74**	**6,728.51**
Profit/(Loss) before tax		**2,366.63**	**848.01**
Tax expense:			
Current tax	38	587.65	214.13
Deferred tax	38	(50.08)	(34.60)
Tax provision in respect of earlier years	38	-	(0.75)
Total tax expenses		**537.57**	**178.78**
Profit/(Loss) for the year (A)		**1,829.06**	**669.23**
Other comprehensive (loss)/ income			
Items that will not be reclassified subsequently to profit or loss			
Remeasurements of defined benefit liability / (asset)	49	(14.24)	(8.90)
Income tax relating to remeasurements of defined benefit liability / (asset)	38	3.59	2.24
Total other comprehensive income (B)		**(10.65)**	**(6.66)**
Total comprehensive Income / (loss) for the year (A+B)		**1,818.41**	**662.57**
Earnings per equity share [Face value of Rs. 2 each]			
Basic	39	8.84	3.24
Diluted	39	8.83	3.24

Material Accounting Policies	2		
Notes to the Financial Statements	3 to 61		

As per our report of even date attached
For Manian & Rao
Chartered Accountants
Firm Registration No - 001983S

Paresh Daga
Partner
Membership No. 211468

MANIAN & RAO
Bangalore
Chartered Accountants

Place : Bengaluru
Date : September 05, 2024

For and on behalf of the Board of Directors of
Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316

Abhay Anant Gupte	**Prabhakara Dayananda Kamath**	**Dattatri H.M**
Director	Director	Company Secretary
DIN : 00389288	**DIN : 00935434**	**FCS: 7799**
K Girish Kini	**Raveendra Pai**	
Chief Executive Officer	Chief Financial Officer	

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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Place : Manipal
Date : September 05, 2024

Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Statement of Cash Flows
(All amounts are in Indian Rupees million, unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit Before Tax	**2,366.63**	**848.01**
Adjustments for :		
Depreciation and amortisation expenses	281.32	177.49
Interest expense carried at amortized cost	151.44	82.67
Interest expense on lease liabilities	50.53	15.48
Interest income	(153.28)	(111.05)
Financial guarantee commission	(0.17)	-
Provision for employee benefits	(15.19)	17.00
Provision for Warranty	(18.99)	10.35
Provision for doubtful debts and other advances	26.49	9.44
Provision for disputed matters	30.00	30.00
Bad debts written off	45.77	-
Employee share based payment expenses	4.08	-
Unrealised Exchange (Gain)/Loss	(2.14)	(6.77)
Liabilities no longer required written back	(3.33)	(1.39)
Operating Profit before working capital changes	**2,763.16**	**1,071.23**
Adjustments for :		
(Increase)/Decrease in Trade Receivables	329.14	(923.39)
(Increase)/Decrease in Inventories	307.50	(629.83)
(Increase)/Decrease in Loans and Advances and Other Assets	(776.28)	34.61
Increase/(Decrease) in Trade Payables	(324.49)	551.84
Increase/(Decrease) in Other Liabilities	187.07	84.90
Cash (used in)/generated from operations	**2,486.10**	**189.36**
Direct Taxes refund/(paid) (net)	(532.02)	(205.13)
Net Cash (used in)/generated from operating activities (A)	**1,954.08**	**(15.77)**
Cash flows from investing activities		
Payment for acquisition of property plant and equipment and intangible assets	(87.99)	(13.67)
Deposits with banks	(273.17)	(125.18)
Repayment of Inter-corporate loan given	39.41	106.22
Interest received	143.05	107.07
Net Cash flow (used in)/generated from investing activities (B)	**(178.70)**	**74.44**
Cash flows from financing activities		
Net proceeds from the borrowings from banks	(636.14)	(40.84)
Proceeds from debentures issued	4,500.00	350.00
Repayment of debentures	(195.15)	(21.21)
Dividend paid	(41.38)	(41.30)
Principal element of lease payments	(149.18)	(55.57)
Interest element of lease payments	(50.53)	(15.48)
Interest expense	(150.93)	(82.49)
Impact on account of common control business combination	(55.03)	(106.39)
Net Cash flow (used in)/generated from financing Activities (C)	**3,221.68**	**(13.14)**
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)	**4,997.06**	**45.53**
Cash & Cash Equivalents at the beginning of the year	49.26	3.73
Cash & Cash Equivalents at the end of the year	**5,046.32**	**49.26**
Notes:		
Cash and cash equivalents include		
Cash-in-hand	0.00	-
Balances with banks		
(i) Current accounts	4,437.88	49.26
(ii) Deposit with original maturities of less than 3 months	608.44	-
	5,046.32	**49.26**
Non-cash financing and investing activities		
- Acquisition of right-of-use assets	563.37	140.13

Notes:
The above Statement of Cash Flows has been prepared using indirect method as set out in the Indian Accounting Standard (Ind AS 7) - Statement of Cash Flows.

Material Accounting Policies	2
Notes to the Financial Statements	3 to 61

As per our report of even date attached
For **Manian & Rao**
Chartered Accountants
Firm Registration No - 001983S

Paresh Daga
Partner
Membership No. 211468

Place : Bengaluru
Date : September 05, 2024

MANIAN & RAO
Bangalore
Chartered Accountants

For and on behalf of the Board of Directors of
Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316

Abhay Anant Gupte
Director
DIN : 00389288

Prabhakar Dayananda Kamath
Director
DIN : 00935434

Dattatri H.M
Company Secretary
FCS: 7799

K Girish Kini
Chief Executive Officer

Ramanath Pai
Chief Financial Officer

Place : Manipal
Date : September 05, 2024

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2000PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Statement of Changes in Equity
(All amounts are in Indian Rupees million, unless otherwise stated)

(a) **Equity share capital**

Particulars	No. of shares	Amount in Million
Balance as at April 1, 2022	**4,13,61,000**	**413.61**
Changes due to prior period errors	-	-
Restated balance as at April 1, 2022	4,13,61,000	413.61
Issued during the year	-	-
Balance as at March 31, 2023	**4,13,61,000**	**413.61**
Changes due to prior period errors	-	-
Restated balance as at April 1, 2023	4,13,61,000	413.61
Issued during the year	-	-
Balance as at March 31, 2024	**4,13,61,000**	**413.61**

(b) **Other equity**

Particulars	Reserves and surplus				Equity Component of Compound Financial Instruments	Total Equity
	Retained Earnings	Debenture Redemption Reserve	Share Option Outstanding Account	Amalgamation Adjustment Deficit Account		
Balance as at April 1, 2022	1,255.91	-	-	-	-	**1,255.91**
Reserve created on account of common control business combination (Refer note 41)	-	-	-	(251.91)	-	**(251.91)**
Restated balance as on April 1, 2022	**1,255.91**	-	-	**(251.91)**	-	**1,004.01**
Balance as at April 1, 2022	1,255.91	-	-	(251.91)	-	**1,004.01**
Profit for the year	669.23	-	-	-	-	**669.23**
Other comprehensive income (net of tax)	(6.66)	-	-	-	-	**(6.66)**
Total comprehensive income for the year	**662.57**	-	-	-	-	**662.57**
Transactions with owners recognised directly in equity				-		
Dividend paid	(41.36)	-	-	-	-	**(41.36)**
Impact on account of common control business combination (Refer note 41)	(106.39)					**(106.39)**
Transfer from Retained earnings to Debenture Redemption Reserve	(32.88)	32.88	-	-	-	-
Balance as at March 31, 2023	**1,737.85**	**32.88**	-	**(251.91)**	-	**1,518.82**
Balance as at April 1, 2023	1,737.85	32.88	-	(251.91)	-	**1,518.82**
Profit for the year	1,829.06	-	-	-	-	**1,829.06**
Other comprehensive income (net of tax)	(10.65)	-	-	-	-	**(10.65)**
Total comprehensive income for the year	**1,818.41**	-	-	-	-	**1,818.41**
Transactions with owners recognised directly in equity						
Dividend paid	(41.36)	-	-	-	-	**(41.36)**
Equity component of optionally convertible debentures, net of taxes	-	-	-	-	104.67	**104.67**
Share based payments to employees	-	-	5.07	-	-	**5.07**
Impact on account of common control business combination (Refer note 41)	(55.03)	-	-	-	-	**(55.03)**
Financial guarantee liability recognised through equity, net of taxes (Refer note 42)	(41.53)	-	-	-	-	**(41.53)**
Transfer from Retained earnings to Debenture Redemption Reserve	(250.00)	250.00	-	-	-	-
Balance as at March 31, 2024	**3,168.34**	**282.88**	**5.07**	**(251.91)**	**104.67**	**3,309.05**

Material Accounting Policies 2
Notes to the Financial Statements 3 to 61

As per our report of even date attached.
For **Manian & Rao**
Chartered Accountants
Firm Registration No - 001983S

Paresh Daga
Partner
Membership No. 211468

MANIAN & RAO
Bangalore
Chartered Accountants

Place : Bengaluru
Date : September 05, 2024

For and on behalf of the Board of Directors of
Manipal Payment and Identity Solutions Limited
CIN: U72900KA2000PLC045316

Abhay Anant Gupte
Director
DIN : [illegible]

Prabhakara Dayananda Kamath
Director
DIN : 00935434

Dattatri H.M
Company Secretary
PCS: 7789

K Girish Kini
Chief Executive Officer

Ramnath Pai
Chief Financial Officer

Place : Manipal
Date : September 05, 2024

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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1 Corporate Information:

Manipal Payment and Identity Solutions Limited (previously known as MCT Cards & Technology Limited, MCT Cards & Technology Private Limited) ("the Company") is a public company domiciled in India, incorporated on February 19, 2008, under the provisions of the Companies Act, 1956. Its registered office is located in Manipal, Karnataka. The Company offers comprehensive solutions for cards, including banking, identity solutions, and loyalty cards. Its services encompass card manufacturing, card personalization, cheque book printing, and the supply of related collaterals. Additionally, the Company handles fulfilment activities, including dispatch services.

The Company operates a manufacturing unit in Manipal, with card personalization facilities in Mumbai and various printing and processing units across India.

The conversion from a Private Limited Company to a Public Limited Company was approved through a special resolution at an extraordinary general meeting of the shareholders held on November 30, 2023. Further vide, special resolution passed at an extraordinary general meeting by the shareholders on July 22, 2024 the name change to Manipal Payment and Identity Solutions Limited was approved. The Registrar of Companies issued a fresh certificate of incorporation reflecting this name change on August 23, 2024.

2 Material Accounting Policies:

a. Statement of compliance and basis of preparation

These financial statements have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as notified by Ministry of Corporate Affairs ('MCA') under Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act.

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 material accounting policy information used in preparation of the audited financial statements have been discussed in the respective notes.

During the year ending March 31, 2024, the Company acquired the VDP Divison Business from its holding company. This transaction is accounted for as a common control transaction in accordance with Appendix C of Ind AS 103 Business Combinations. It is retrospectively accounted for the periods presented as part of the financial statements.

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded to the nearest millions, unless otherwise indicated.

These financial statements have been approved for issue by the Board of Directors at their meeting held on September 04, 2024 at Manipal, Karnataka.

b. Basis of measurement

These financial statements have been prepared under the historical cost basis, except for defined benefit obligation which are measured at fair values at the end of each reporting period, as explained in accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

(i) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
(ii) Level 2 inputs are other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
(iii) Level 3 inputs are unobservable inputs for the asset or liability.

c. Use of judgements and estimates

In the application of the Company's accounting policies, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if revision affects both current and future periods.

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

(i) Judgements
Lease term: whether the Company is reasonably certain to exercise extension options.

Information about assumptions and estimation uncertainties at the reporting date that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year is included in the following notes:

(ii) Estimates
Useful lives of Property, plant and equipment and intangible assets (Refer Note 3 and Note 6)
Measurement of defined benefit obligation; key actuarial assumptions (Refer Note 49)
Provision for taxation (Refer Note 38)
Provision for warranty (Refer Note 28 (ii) Provision for warranty)
Provision for disputed matters (Refer Note 28 (i) Provision for disputed matters)
Measurement of Lease liabilities and Right of Use Asset (Refer Note 53)

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Bangalore
Chartered Accountants

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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d. Property, Plant & Equipment

Property, Plant and Equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items such as purchase price, freight, duties and levies. Such cost includes the cost of replacing parts of the 'Property, Plant and Equipment' and the borrowing cost till the date of installation of qualifying asset and any attributable cost of bringing the asset to its working condition for its intended use, including exchange differences. Freehold land is carried at historical cost.

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 Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to Statement of Profit and Loss during the reporting period in which they are incurred.

An item of 'Property, Plant and Equipment' and any significant part initially recognised is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognized.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date are classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital Work-in-Progress'.

Depreciation on 'Property, Plant & Equipment' is provided on the Straight Line Method over the useful lives of the assets. Depreciation for the assets purchased/sold during the period is proportionately charged.

The Estimated useful life are as below:

Particulars	Management's estimate of useful lives
Building- Freehold	30 years
Plant and machinery	5-15 years
Computers	3-6 years
Furniture and fixtures	10 years
Vehicles	8 years
Office equipment	5 years
Electrical Fittings	10 years

The useful lives mentioned above for few of the Plant & Machinery are based on management's assessment, taking into account factors such as the nature of the assets, the estimated usage pattern of the assets, the operating conditions, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support etc.

Policy with regard to depreciation of assets taken on lease i.e. Right of Use Assets disclosed under sub-note l below.

e. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. The useful lives of all the intangible assets of the Company are assessed as finite.

Particulars	Useful life
Computer Software	3 years

f. Taxation

Income tax expense for the period comprises of current and deferred income tax. Income Tax expense is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity, in which case tax is also recognised in other comprehensive income or in equity, as appropriate. Current Income Tax, for current and prior periods is recognised in the Statement of Profit and loss at the amount expected to be paid to or recovered from the tax authorities, using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognised for all temporary differences between the carrying amounts of assets and liabilities in the financial statements and their corresponding tax bases used in the computation of taxable profit. The Company recognizes a deferred tax asset arising from unused tax losses or tax credit only to the extent that it is probable that sufficient future taxable profits will be available against which unused tax losses or tax credits can be utilized by the entity. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax assets and liabilities are presented in the Balance Sheet after setting off the same against each other.

Advance Income Tax paid (including tax deducted at source, tax paid on self-assessment or otherwise) and provision for Current Income Tax are presented in the Balance Sheet after setting off the same against each other.

g. Financial Instruments

I. Classifications, Initial Recognition and Measurement

The Company recognizes financial assets and financial liabilities if any, when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognised at Fair Value on initial recognition, except for trade receivable which is initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss, are added to the fair value on initial recognition.

MANIAN & RAO Bangalore Chartered Accountants

MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED Press Corner Manipal 576 104

2. Subsequent Measurement

Non Derivative Financial Instruments

Financial Assets carried at Amortized Cost
A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows, and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)
A financial asset other than equity investment is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding. Further, in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity investments, the subsequent changes in the fair value are recognised in other comprehensive income.

Financial Assets at Fair Value through Profit or Loss (FVTPL)
A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

Financial Liabilities
Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Classification as debt or equity
An instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments
An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.
Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in Statement of Profit and Loss on the purchase, sale, issue or cancellation of the Company's own equity instruments. Dividend paid on equity instruments are directly reduced from equity.

Other Equity Investments
All other equity investments if any, are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

Financial Guarantee Contracts
Financial Guarantee Contracts are initially recognised at fair value of guarantee. The subsequent measurement of Financial guarantee is higher of:
a) the amount of the loss allowance determined
b) the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of Ind AS115.

3. Derecognition of Financial Instruments

The Company derecognises a financial asset when the contractual rights to cash flows from the financial asset expire or when it transfer the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability is derecognised from the Company's balance sheet when the obligation specified in the contract is discharged, cancelled or when it expires.

4. Fair Value of Financial Instruments
In determining the fair value of its financial instruments, the Company uses a generally acceptable methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result in general approximation of value and such value may never be actually realised.

For financial assets and liabilities maturing within one year from the reporting date and which are not carried at fair value, the carrying amounts approximate fair value due to the short maturity of these instruments.

h. Inventories
Stock of Raw Materials, Work-in-Progress, Trading materials, Stores, Spares, Process Materials & Packing Materials are valued at lower of cost or net realisable value adopting weighted average method. Cost of inventories shall comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost also includes expenses incurred towards wages and other related items. Spare parts which do not meet definition of Property Plant and Equipment, i.e. when the company intends to use these during the period of 12 months or less, are being considered as Inventory.

Due allowance is estimated and made by the management for slow moving / non-moving items of inventory, wherever necessary, based on the past experience and such allowances are provided.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.
The net realisable value of work-in-progress is determined with reference to the selling prices of related finished goods. Raw materials, components and other supplies held for use in the production of finished products are not written down below cost except in cases when a decline in the price of materials indicates that the cost of the finished products shall exceed the net realisable value.

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i. Revenue Recognition:

(i). Revenue from Contract with Customers:

The Company derives revenues primarily from Sale of Products and services.

Revenue is measured based on the consideration that is specified in a contract with a customer or is expected to be received in exchange for the products or services and excludes amounts collected on behalf of third parties. Revenue is recognized upon transfer of control of promised products or services to customers. To recognize revenues, the Company applies the following five step approach: (1) identify the contract with a customer, (2) identify the performance obligations in the contract, (3) determine the transaction price, (4) allocate the transaction price to the performance obligations in the contract, and (5) recognize revenues when a performance obligation is satisfied.

The revenue is recognised when (or as) the performance obligation is satisfied, which typically occurs when (or as) control over the products or services is transferred to a customer.

Contract modifications are accounted for when additions, deletions or changes are approved either to the contract scope or contract price. The accounting for modifications of contracts involves assessing whether the products/services added to an existing contract are distinct and whether the pricing is at the standalone selling price. Products/Services added that are not distinct are accounted for on a cumulative catch-up basis, while those that are distinct are accounted for prospectively, either as a separate contract, if the additional products/services are priced at the standalone selling price, or as a termination of the existing contract and creation of a new contract if not priced at the standalone selling price.

Revenues in excess of invoicing if any, are classified as contract assets (which the Company refer as unbilled revenue) while invoicing in excess of revenues if any, are classified as contract liabilities (which the Company refer to as unearned revenues)

The Company accounts for rebates/discounts to customers as a reduction of revenue based on the underlying performance obligation that corresponds to the progress by the customer towards earning the rebate/discount.

(ii) Interest and other income:

Interest Income from a financial asset is recognized using the effective interest method. Interest on refund of Income Tax and insurance claims are accounted in the year of receipt.

j. Foreign currencies

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are translated using exchange rates in effect at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

Non-monetary items that are denominated in a foreign currency and measured at historical cost are not retranslated at the end of each reporting period. They are reported using the exchange rate in force on the date of transaction. Non-monetary items that are denominated in a foreign currency and measured at fair value are reported at the exchange rates prevalent on the date when the fair value was determined. The exchange gain or loss on non-monetary items is treated in line with the recognition of the overall gain or loss on such non-monetary item i.e. translation or settlement differences on non-monetary items whose gain or loss is recognised in Other Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss respectively.

k. Employee Benefits

Short-term employee benefits
Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance linked rewards such as annual variable pay falling due wholly within twelve months of rendering the service are classified as short term benefits and are expensed in the period in which the employee renders the related service.

Post-employment benefits

Defined Contribution Plans
Provident fund scheme, employee state insurance scheme and employee pension scheme are the Company's defined contribution plans. The contribution paid or payable under the scheme is recognised during the period in which the employee renders the related service.

Defined Benefit Plans

Gratuity
The Company provides for Gratuity, a defined benefit plan covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and tenure of employment with the Company.

The Company's contribution towards gratuity is invested in a Group Gratuity Policy with the Life Insurance Corporation of India. Deficit/Surplus of present value of obligations (under Gratuity policy) over the fair value of Gratuity plan assets is recognised in the Balance Sheet as an asset or liability. The same is determined based on an independent actuarial valuation using the Projected Unit Cost Method. Gains and losses through remeasurement of the net gratuity liability/(asset) are recognised in Other Comprehensive Income and are reflected in Other Equity and the same are not eligible to be reclassified subsequently to Profit or Loss. Premium expense incurred to keep in effect such a group gratuity policy is recognised in the Statement of Profit and Loss as employee benefit expense in the year such premium falls due.

Compensated absences:
Accumulated absences expected to be carried forward beyond twelve months is treated as long-term employee benefit for measurement purposes. The Company accounts for its liability towards compensated absences based on actuarial valuation done as at the balance sheet date by an independent actuary using the Projected Unit Credit Method. The liability includes the long term component accounted on a discounted basis and the short term component which is accounted for on an undiscounted basis.

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Employee share based payments

The Company recognises compensation expense relating to share based payments in accordance with Ind AS 102 Share-based Payment. Stock options granted by the Company to its employees are accounted as equity settled options. Accordingly, The grant date fair value of equity settled share-based payment awards granted to employees of the company is recognised as employee benefit expense with corresponding increase in equity. The total expense w.r.t., options granted to employees of the company is recognised over the vesting period, which is the period over which all the specified vesting conditions are required to be satisfied. At the end of each reporting period, the company revises its estimates of the number of options that are expected to vest based on the service and non-vesting conditions. It recognises the impact of the revision to original estimates, if any, in the statement of profit and loss, with a corresponding adjustment to equity.

The Share payments issued to the employees of holding company are reimbursed from respective companies and not recognised as cost to the company.

l. Leases

The Company's lease asset (taken on long term basis) classes wholly consists of Land, Buildings and Machineries. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

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

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

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The remeasurement normally also adjusts the leased assets.

Right of Use asset (ROU Asset) have been separately presented in the Balance Sheet as a part of Property, Plant and Equipment. Corresponding lease liabilities are being disclosed as other financial liabilities either as current or non current depending on the period of reversal and lease payments have been classified as financing cash flows.

m. Borrowing Cost

Borrowing cost includes interest expense calculated using the effective interest method, finance expenses in respect of assets acquired on lease.

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset, are capitalised/ inventoried as a part of cost of such asset till such time the asset is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

All other borrowing costs are recognized as expenses in the period in which they are incurred.

n. Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past events & it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. When the unavoidable costs of meeting obligations under a contract, exceed the economic benefits expected to be received under such contract (onerous contract), then the present obligation under the contract is recognised and measured as a provision.

Contingent liability is disclosed in the notes to accounts when in case of a present obligation arising from past events, it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the same is not possible.

Contingent assets are disclosed in the notes to accounts when an inflow of economic benefits is probable.

Warranties

The estimated liability for product warranties is recorded when products are sold. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise.

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o. Impairment of Assets

1. Financial Assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:
(a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, deposits and bank balances.
(b) Trade receivables that result from transactions that are within the scope of Ind AS 115.

The Company follows 'simplified approach' for recognition of impairment loss. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

2. Non-Financial Assets including Intangible assets and Property, Plant and Equipment

As at each Balance Sheet date, the Company assesses whether there is an indication that a non-financial asset may be impaired and also whether there is an indication of reversal of impairment loss recognised in the previous periods. If any indication exists, or when annual impairment testing for an asset is required, the Company determines the recoverable amount and impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

Recoverable amount is determined:
- In case of an individual asset, at the higher of the assets' fair value less cost to sell and value in use; and
- In case of cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified to the asset. In determining fair value less cost to sell, recent market transaction are taken into account. If no such transaction can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation.
When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.

p. Earnings per share

Basic Earnings per share
Basic earnings per equity share is calculated by dividing the net profit or loss after tax (before considering other comprehensive income) for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted Earnings per share
Diluted earnings per equity share, is computed by dividing the net profit or loss for the year as adjusted for dividend, interest and other expenses relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date. In computing diluted earnings per share, only potential equity shares that are dilutive and that either reduces earnings per share or increases loss per share are included.
As required under Ind AS 33 "Earning per share" the effect of any Split/Bonus after the end of reporting period is given for the purpose of computing earning per share for all the period presented retrospectively.

q. Statement of Cash Flows

Cash flows are reported using the indirect method in accordance with Ind AS 7 "Statement of Cash Flows", whereby profit for the year is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows are segregated into operating, investing and financing activities.

r. Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and at bank (in current accounts) and term deposits with original maturity up to 3 months. Term deposits maturing beyond 3 months, earmarked balances with banks and deposits held as margin money or security against borrowings etc. is not considered as Cash and Cash Equivalents.

s. Events after reporting date

Subsequent events are evaluated through the date the financial statements are issued. Events providing additional evidence about conditions existing at the balance sheet date are recognized in the financial statements. Events indicative of conditions arising after the balance sheet date are disclosed if material.

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i. Current / Non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

i. Expected to be realised or intended to be sold or consumed in normal operating cycle,
ii. Held primarily for the purpose of trading,
iii. Expected to be realised within twelve months after the reporting period, or
iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

Based on the nature of activities of the company, the company has determined its operating cycle as 12 months.

ii. Recent accounting 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 March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

v. Business Combination under Common control

Business combinations involving Businesses/Entities under common control are accounted under pooling of interest method.

In accordance with pooling of interest method:

(i) The assets and liabilities of the combining Businesses/Entities are reflected at their carrying amounts

(ii) No adjustments are made to reflect fair values, or recognise any new assets and liabilities. Adjustments if any, are made to harmonise accounting policies/estimates.

(iii) The financial information in the financial statements in respect of prior periods is restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination. However, where the business combination had occurred after that date (Control date), the prior period information is restated only from that date.

(iv) The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee or is adjusted against general reserve

(v) The identity of the reserves are preserved

(vi) The difference, if any, between the amounts recorded as Owner's Net investment/Equity and consideration paid in the form of cash or other assets is recorded as capital reserve and is presented separately.

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3 Property, plant and equipment

Particulars	Land - Freehold	Building- Freehold	Plant and machinery	Computers	Furniture and fixtures	Vehicles	Office equipment	Electrical Fittings	Total
Gross carrying amount									
Balance as at April 1, 2022	10.04	83.72	715.88	29.16	13.97	1.26	6.43	12.74	873.20
Addition on account of common control business combination	-	-	557.77	15.05	8.90	-	8.64	14.28	604.64
Additions	-	-	16.41	4.90	0.18	-	2.93	-	24.42
Deductions	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2023	10.04	83.72	1,290.06	49.11	23.05	1.26	18.00	27.02	1,502.26
Additions	-	-	31.49	10.59	0.39	-	4.18	-	46.65
Deductions	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	10.04	83.72	1,321.55	59.70	23.44	1.26	22.18	27.02	1,548.91
Accumulated Depreciation									
Balance as at April 1, 2022	-	19.37	337.96	25.12	11.21	1.10	5.13	10.52	410.41
Addition on account of common control business combination	-	-	307.18	11.54	6.60	-	6.10	10.14	341.56
For the year	-	3.34	106.14	4.74	1.55	0.16	2.06	1.90	119.89
Deductions	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2023	-	22.71	751.28	41.40	19.36	1.26	13.29	22.56	871.86
For the year	-	3.34	101.04	5.39	1.50	-	2.16	1.79	115.22
Deductions	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	-	26.05	852.32	46.79	20.86	1.26	15.45	24.35	987.08
Net carrying amount									
Balance as at March 31, 2023	10.04	61.01	538.78	7.71	3.69	0.00	4.71	4.46	630.40
Balance as at March 31, 2024	10.04	57.67	469.23	12.91	2.58	0.00	6.73	2.67	561.83

Notes :

(i) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed above are held in the name of the Company.

(ii) Property, plant and equipment are hypothecated as primary security with the lenders against the borrowings availed by the Company. (Refer Note no.10 and 23)

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4 **Right-of-use assets**

Particulars	Building	Plant & Machinery	Total
Gross carrying amount			
Balance as at April 1, 2022	38.48	63.35	101.83
Addition on account of common control business combination	88.20	6.53	94.73
Additions	15.34	124.79	140.13
Deductions	10.48	-	10.48
Balance as at March 31, 2023	131.54	194.67	326.21
Additions	33.81	529.56	563.37
Deductions	29.40	68.85	98.25
Balance as at March 31, 2024	135.95	655.38	791.33
Accumulated depreciation			
Balance as at April 1, 2022	19.16	44.71	63.87
Addition on account of common control business combination	35.62	2.26	37.88
For the year	30.26	26.55	56.81
Deductions	10.48	-	10.48
Balance as at March 31, 2023	74.56	73.52	148.08
For the year	35.13	129.44	164.56
Deductions	29.40	66.46	95.86
Balance as at March 31, 2024	80.29	136.50	216.79
Net carrying amount			
Balance as at March 31, 2023	56.98	121.15	178.13
Balance as at March 31, 2024	55.66	518.88	574.54

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5 Capital Work In Progress

Particulars	Amounts
Balance as at April 1, 2022	**12.05**
Addition on account of common control business combination	0.43
Additions	1.44
Capitalization/deductions	(12.40)
Balance as at March 31, 2023	**1.52**
Additions	37.40
Capitalization/deductions	(0.65)
Balance as at March 31, 2024	**38.27**

Ageing of Capital Work In Progress (CWIP)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3	
Projects in progress					
Balance as at March 31, 2024	37.40	0.87	-	-	38.27
Balance as at March 31, 2023	1.52	-	-	-	1.52
Projects temporarily suspended					
Balance as at March 31, 2024	-	-	-	-	-
Balance as at March 31, 2023	-	-	-	-	-

Note: The Company does not have any capital-work-in-progress which is overdue or has exceeded its cost compared to its original plan as at March 31,2024 and March 31,2023

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6 **Other intangible assets**

Particulars	Software	Total
Gross carrying amount		
Balance as at April 1, 2022	-	-
Addition on account of common control business combination	3.66	3.66
Additions	0.23	0.23
Deductions	-	-
Balance as at March 31, 2023	**3.89**	**3.89**
Additions	4.57	4.57
Deductions	-	-
Balance as at March 31, 2024	**8.46**	**8.46**
Accumulated amortization		
Balance as at April 1, 2022	-	-
Addition on account of common control business combination	2.88	2.88
For the year	0.80	0.80
Deductions	-	-
Balance as at March 31, 2023	**3.68**	**3.68**
For the year	1.53	1.53
Deductions	-	-
Balance as at March 31, 2024	**5.21**	**5.21**
Net carrying amount		
Balance as at March 31, 2023	**0.21**	**0.21**
Balance as at March 31, 2024	**3.25**	**3.25**

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7 Investments

	As at March 31, 2024	As at March 31, 2023
Unquoted Investments		
In Equity Instruments		
Measured at Fair Value through OCI		
Clean Wind Power (Manvi) Pvt Ltd (Refer Note below)		
No. of equity shares 39,600 (March 31, 2023 : 39,600) of Rs. 10/- each	0.40	0.40
	0.40	**0.40**
(a) Aggregate amount of quoted investments	-	-
(b) Aggregate market value of quoted investments	-	-
(c) Aggregate value of unquoted investments	0.40	0.40
(d) Aggregate amount of impairment in value of investments	-	-

Note:
Investment in Clean Wind Power (Manvi) Pvt Ltd was held with a view to obtain power for captive consumption. As per the shareholders' agreement entered into by the aforesaid company's holding company M/s Hero Wind Energy Private Limited with the company, the aforesaid holding company is having the sole discretion to purchase shares at par i.e. at Rs.10 each from the company. Accordingly, the fair value is considered to be Rs. 10 per share.

8 Other non-current financial assets (Unsecured, considered good)

	As at March 31, 2024	As at March 31, 2023
Security deposits	6.39	5.67
Rent deposits		
(i) Other than related party	31.30	26.26
(ii) Related party (Refer note 53)	14.33	-
Term deposits		
(i) Pledged as security for Bank Guarantee, Letter of Credit and for Tender	153.87	146.34
(ii) Free from charge	-	2.38
	205.89	**180.65**

9 Other non-current assets

	As at March 31, 2024	As at March 31, 2023
Capital advances	109.64	4.20
Demand paid under protest (Indirect taxes)	70.05	72.64
Prepaid expenses	0.83	-
	180.52	**76.84**

10 Inventories

	As at March 31, 2024	As at March 31, 2023
(at lower of cost and net realisable value)		
Raw materials	718.60	861.43
Work-in-progress	177.23	339.12
Stock-in-trade (in respect of goods acquired for trading)	53.53	58.38
Stores and spare parts	31.31	28.87
Process material	0.77	1.39
Packing material	2.66	2.42
	984.10	**1,291.61**

Notes:
(i) The above inventory is net off provision provided for slow moving and non-moving items to the extent of Rs. 48.85 million (March 31, 2023 : NIL)
(ii) Inventories are hypothecated as primary security with the lenders against the borrowings availed by the Company. (Refer Note no.19 and 23)
(iii) Value of Raw materials includes stock in transit amounting to Rs. 36.84 million (March 31, 2023 : Rs. 2.05 million)

11 Trade receivables

	As at March 31, 2024	As at March 31, 2023
Unsecured		
Trade receivables considered good	894.70	1,291.23
Trade receivables - credit impaired	87.66	63.56
Less : Allowances for expected credit loss	(87.66)	(63.56)
	894.70	**1,291.23**
Unbilled revenue	23.95	-
	918.65	**1,291.23**
Movement in expected credit loss allowance		
Opening balance	63.56	54.12
Allowance for loss created (net of reversal) during the year	24.10	9.44
Closing balance	**87.66**	**63.56**

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Ageing of trade receivables

	As at March 31, 2024	As at March 31, 2023
(i) Undisputed Trade Receivables – considered good		
Not due	419.96	715.18
Less than 6 months	459.74	557.93
6 months - 1 year	14.73	17.16
1-2 years	0.10	0.96
2-3 years	0.17	-
More than 3 years	-	-
	894.70	1,291.23
(ii) Undisputed Trade Receivables – credit impaired		
Not due	-	-
Less than 6 months	43.12	18.93
6 months - 1 year	18.69	8.76
1-2 years	8.63	0.78
2-3 years	3.74	1.09
More than 3 years	13.48	34.00
	87.66	63.56
Less: Allowances for expected credit loss	(87.66)	(63.56)
Unbilled Revenue	23.95	-
	918.65	1,291.23

Notes:
(i) Refer note no.53 for Related pary transactions.
(ii) Trade receivebles are hypothecated as primary security with the lenders against the borrowings availed by the Company. (Refer Note no 19 and 23)

12 Cash and cash equivalents

	As at March 31, 2024	As at March 31, 2023
Cash-in-hand	0.00	-
Balances with banks		
(i) Current accounts	4,437.88	49.26
(ii) Deposit with original maturities of less than 3 months	608.44	-
	5,046.32	49.26

13 Other bank balances (other than cash and cash equivalents)

	As at March 31, 2024	As at March 31, 2023
Term Deposits		
(i) Pledged as Security for Bank Guarantee, Letter of Credit and for Tender	390.30	114.26
(ii) Free from charge	0.01	8.04
	390.31	122.30

14 Loans - Current

	As at March 31, 2024	As at March 31, 2023
Unsecured considered good		
Inter-corporate loan (Refer note 56)	1,001.14	1,040.54
	1,001.14	1,040.54

15 Other current financial assets

	As at March 31, 2024	As at March 31, 2023
Security deposits	41.83	27.68
Earnest money deposits	11.81	2.55
Interest accrued but not due from deposits	6.96	1.93
Other receivables	27.51	16.03
	88.11	48.19

Notes:
(i) Refer note no.53 for Related pary transactions.

16 Other current assets

	As at March 31, 2024	As at March 31, 2023
(Unsecured, considered good)		
Receivable from government authorities		
(i) GST credit receivable	54.46	105.40
(ii) Export benefit receivable	0.70	0.05
Prepaid expenses	44.12	38.96
Advance to suppliers (including related party - refer note 53)	104.77	34.82
Other advances and deposits	4.75	1.85
	208.80	181.08

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MANIPAL PAYMENT AND IDENTITY SOLUTIONS LIMITED
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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Notes to the Financial Statements
(All amounts are in Indian Rupees million, unless otherwise stated)

17 Share capital

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised :		
Equity Shares of Rs. 10/- each *	500.00	500.00
No. of Shares March 31, 2024 : 50,000,000 (March 31, 2023 : 50,000,000)		
TOTAL	**500.00**	**500.00**
Issued, subscribed and paid up:		
Equity share capital		
Equity Shares of Rs. 10/- each *	413.61	413.61
No. of Shares March 31, 2024 : 41,361,000 (March 31, 2023 : 41,361,000)		
TOTAL	**413.61**	**413.61**

* Subsequent to the year ended March 31, 2024, the company has approved sub-division of face value of Rs.10 each into Rs. 2 each fully paid up (Refer note 59)

Reconciliation of number of shares outstanding at the beginning and end of the year:

Equity shares :*	As at March 31, 2024 No. of shares	As at March 31, 2023 No. of shares
Outstanding at the beginning of the year	4,13,61,000	4,13,61,000
Equity Shares issued during the year in consideration for cash	-	-
Outstanding at the end of the year	**4,13,61,000**	**4,13,61,000**

* Number of shares is presented as absolute number.

Terms / Rights attached to each classes of shares

Rights, preferences and restrictions attached to equity shares

The company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share.In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company (after distribution of all preferential amounts) in proportion to their shareholding.

Shareholders holding more than 5% shares in the Company is set out below:

Equity shares of Rs. 10 each fully paid	As at March 31, 2024	
	No. of shares	% Share holding
Manipal Technologies Limited (including nominee shareholders)	3,30,80,800	79.98%
Manipal Media Network Limited	82,80,200	20.02%

Equity shares of Rs. 10 each fully paid	As at March 31, 2023	
	No. of shares	% Share holding
Manipal Technologies Limited	3,30,80,800	79.98%
Glorywise International Limited	47,24,200	11.42%
Chan Wanich International Company Limited	35,46,000	8.57%

Details of shareholding of promoters:

Equity shares of Rs. 10 each fully paid	As at March 31, 2024		
	No. of shares	% of holding	% of Change
Manipal Technologies Limited (including nominee shareholders)	3,30,80,800	79.98%	-
Manipal Media Network Limited	82,80,200	20.02%	100%
Tridevita Family Trust	-	0.00%	-100%

Equity shares of Rs. 10 each fully paid	As at March 31, 2023		
	No. of shares	% of holding	% of Change
Manipal Technologies Limited	3,30,80,800	79.98%	-
Tridevita Family Trust	10,000	0.02%	-

Equity shares of Rs. 10 each fully paid	As at March 31, 2022	
	No. of shares	% of holding
Manipal Technologies Limited	3,30,80,800	79.98%
Tridevita Family Trust	10,000	0.02%

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(All amounts are in Indian Rupees million, unless otherwise stated)

18 Other equity

	As at March 31, 2024	As at March 31, 2023
A. Retained earnings	3,168.34	1,737.85
B. Debenture Redemption Reserve	282.88	32.88
C. Share Option Outstanding Account	5.07	-
D. Amalgamation Adjustment Deficit Account	(251.91)	(251.91)
E. Equity Component of Compound Financial Instruments	104.67	-
	3,309.05	1,518.82

(i) Movement of reserves

A. Retained earnings

	As at March 31, 2024	As at March 31, 2023
Opening balance	1,737.85	1,315.91
Profit for the year	1,829.06	609.23
Other comprehensive (loss)/ income	(10.85)	(6.66)
Dividend paid (Refer note (ii) (a))	(41.36)	(41.36)
Impact on account of common control business combination (Refer note 41)	(55.03)	(106.39)
Financial guarantee liability recognised through equity net of taxes (Refer note 42)	(41.33)	-
Debenture redemption reserve (Refer note (ii) (b))	(250.00)	(32.88)
Closing balance	3,168.34	1,737.85

B. Debenture Redemption Reserve

	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	32.88	-
Amount transferred during the year from retained earnings	250.00	32.88
	282.88	32.88

C. Share Option Outstanding Account

	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	-	-
Addition during the year	5.07	-
	5.07	-

D. Amalgamation Adjustment Deficit Account

	As at 31 March 2024	As at 31 March 2023
Balance at the beginning of the year	(251.91)	-
Reserve created on account of common control business combination (Refer note 41)	-	(251.91)
Restated balance as at April 1,2022	-	(251.91)
Add : Movement during the year	-	-
	(251.91)	(251.91)

E. Equity Component of Compound Financial Instruments

	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	-	-
Equity component of optionally convertible debentures created during the year	140.67	-
Deferred tax on above	(36.00)	-
	104.67	-

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(ii) Nature and purpose of reserves

A. Retained earnings

Retained earnings represents the undistributed profits of the Company accumulated as on Balance Sheet date.

B. Debenture redemption reserve

Debenture redemption reserve is created as per the provisions of Companies Act 2013 read with rules thereon for the companies issuing debentures on private placement basis.

C. Share option outstanding account

The share options outstanding account is used to recognise the grant date fair value of options issued to employees under Employee stock option plan.

D. Amalgamation Adjustment Deficit Account

Amalgamation Adjustment Deficit Account on business combination represents the deficit of capital nature which mainly include the excess of purchase consideration paid over the net assets acquired by the Company arising on transfer of business between entities under common control.

E. Equity Component of Compound Financial Instruments

The equity component is determined by deducting the fair value of the liability from the value of the compound instrument as a whole. This is recognised and included in equity, net of income tax effects, and is not subsequently remeasured.

(iii) Other notes

(a) The dividend paid represents the amount paid of out of the profits for the year March 31, 2023 of Rs. 1 and for year ended March 31, 2022 : Rs.1 per equity share paid in subsequent financial year.

(b) As per the provisions of Companies Act 2013 read with rules thereon, the companies issuing debentures on private placement basis (Non-convertible debentures), are required to maintain the Debenture Redemption Reserve at least to the extent of 10% of value of debentures issued outstanding as on the reporting date. The company has transferred Rs. 250.00 Millions to Debenture Redemption Reserve from retained earnings for the year ended March 31, 2024 (March 31, 2023 : Rs.32.88 millions).

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(All amounts are in Indian Rupees million, unless otherwise stated)

19 Non-current borrowings

	As at March 31, 2024	As at March 31, 2023
Secured		
Term loan from banks	-	212.82
Debentures:		
(i) Non-Convertible Debentures	2,457.99	201.52
(ii) Optionally Convertible Debentures	1,825.80	-
	4,283.79	414.34

Information on non-current borrowings

(a) Term loans

Particulars		
South Indian Bank	-	79.53
Federal Bank	-	186.36
Total amount of long term loans	-	265.89
Less : Current maturities (Refer note 23)	-	53.07
Amount of non-current debt	-	212.82

Terms loans carry a rate of interest ranging from 10% to 11% secured by way of charge of property, plant and equipment and current assets. The term loans are pre-closed during the year.

(b) Debentures

Carrying value of debentures		
16.5 % Non-convertible debentures (Refer note (i))	133.64	328.78
18 % Non-convertible debentures (Refer note (ii))	2,502.98	-
15 % Optionally Convertible debentures (Refer note (iii))	1,858.12	-
	4,494.74	328.78
Less : Current maturities (Refer note 23)	210.95	127.26
Amount of long term debentures	4,283.79	201.52

(i) 16.5% Non-convertible Debentures

During the financial year 2022-23, the company has issued 350 16.5% Non-convertible Debentures (NCD) of face value Rs. 1 million each amounting to Rs. 350 million repayable in 33 Monthly installments starting from February 28, 2023. During the financial year, the repayment terms were modified with revised maturity date of June 30, 2024.

Security: The debentures are secured by the corporate guarantee from Manipal Technologies Limited , negative lien over 51% of the Company's shares held by Manipal Technologies Limited and subservient charge by way of hypothecation over all Company assets in favour of the Debenture Trustee.

(ii) 18% Non-convertible Debentures

During the financial year 2023-24, the company has issued 2,500 18% Non-convertible Debentures (NCD) of face value Rs. 1 million each amounting to Rs. 2,500 million repayable in 4 half yearly installments starting from September 30, 2025. The purpose of issue of these NCDs is to acquire the shares and Compulsory Convertible Debentures of Primacy Industries Private Limited (PIPL), working capital and other general corporate purpose.

These Non-convertible Debentures are secured through an exclusive charge by way of a mortgage/hypothecation of Company's property, plant and equipment and intellectual properties, hypothecation of inventories and charge on trade receivables, pledge of shares held by Manipal Technologies Limited (MTL) and Manipal Media Network Limited (MMNL) in the company and future securities to be held in Primacy Industries Private Limited. Additionally, the NCD's are secured by way of personal guarantee of Mr. Gautham Pai and corporate guarantees from MTL, and MMNL.

(iii) 15% Optionally Convertible Debentures

During the financial year 2023-24, the company has issued 2,000 15% Optionally Convertible Debentures (OCD) of face value Rs. 1 million each amounting to Rs. 2,000 million repayable in 4 half yearly installments starting from September 30, 2025. The purpose of issue of these OCDs is to acquire the shares and Compulsory Convertible Debentures of Primacy Industries Private Limited (PIPL) , working capital and other general corporate purpose.

These Optionally Convertible Debentures are secured through an exclusive charge by way of a mortgage/hypothecation of Company's property, plant and equipment and intellectual properties, hypothecation of inventories and charge on trade receivables, pledge of shares held by Manipal Technologies Limited (MTL) and Manipal Media Network Limited (MMNL) in the company and future securities to be held in Primacy Industries Private Limited. Additionally, the OCDs are secured by way of personal guarantee of Mr. Gautham Pai and corporate guarantees from MTL and MMNL.

The debenture holder has an option to convert each OCD into 1,478 equity shares of Rs. 10 each on or before the earlier of following:
a. the expiry of 18 months from the deemed date of allotment or
b. filing of draft red herring prospectus

Considering OCD as a compound financial instrument, the liability component is accounted for at a fair value of Rs. 1,825.80 million, while the equity component is recorded under 'Other Equity' at Rs. 140.67 million upon initial recognition, net of transaction costs. Interest on the liability component is recognized as an interest expense, applying the effective interest method.

20 Lease liabilities - non-current

	As at March 31, 2024	As at March 31, 2023
Lease liabilities	396.21	123.37
	396.21	123.37

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(All amounts are in Indian Rupees million, unless otherwise stated)

21 Other non-current financial liabilities

	As at March 31, 2024	As at March 31, 2023
Financial guarantee obligation (Refer note 42)	18.45	-
	18.45	-

(i) Refer related party note no. 53 for further disclosures.

22 Non-current provisions

	As at March 31, 2024	As at March 31, 2023
Provision for Leave Encashment	7.84	5.10
	7.84	5.10

23 Current borrowings

	As at March 31, 2024	As at March 31, 2023
Secured		
Loans repayable on demand (banks) (Refer note below)	-	371.54
Current maturities of term loans (banks)	-	53.07
Current maturities of debentures		
(i) Non-Convertible Debentures	178.63	127.26
(ii) Optionally Convertible Debentures	32.32	-
	210.95	551.87

Note :
Loans repayable on demand (banks) are cash credit facility availed from various banks carrying an interest rate ranging from 8.50% to 11% secured by way of hypothecation of all current assets including inventory and trade receivables.

24 Lease liabilities - current

	As at March 31, 2024	As at March 31, 2023
Current maturities of lease liabilities	174.93	55.73
	174.93	55.73

25 Trade payables

	As at March 31, 2024	As at March 31, 2023
Total outstanding dues of micro enterprises and small enterprises (Refer note 45)	14.60	14.31
Total outstanding dues of creditors other than micro enterprises and small enterprises	844.72	1,172.50
	859.32	1,186.81

Ageing of Trade payables

	As at March 31, 2024	As at March 31, 2023
(i) MSME		
Not due	14.38	7.99
Less than 1 year	0.22	5.67
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	14.60	13.66
(ii) Others		
Not due	497.34	593.22
Less than 1 year	301.66	510.89
1-2 years	2.92	24.75
2-3 years	24.39	24.59
More than 3 years	18.41	19.05
	844.72	1,172.50
(iii) Disputed dues - MSME		
Not due	-	-
Less than 1 year	-	0.65
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	-	0.65
	859.32	1,186.81

(i) Refer note no.53 for Related pary transactions.

26 Other current financial liabilities

	As at March 31, 2024	As at March 31, 2023
Employee benefits payable	159.90	45.37
Payable on purchase of property, plant and equipment	23.27	0.92
Purchase consideration payable (Refer note 41)	-	550.00
Financial guarantee obligation (Refer note 42)	16.60	-
Other payables	51.75	0.84
	251.52	597.13

Refer related party note no. 53 for further disclosures.

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(All amounts are in Indian Rupees million, unless otherwise stated)

27 Other current liabilities

	As at March 31, 2024	As at March 31, 2023
Advance from customers	76.71	91.51
Statutory dues payable	28.14	12.67
Other payables	5.21	4.22
Deferred income on financial guarantee obligation (Refer note 42)	20.30	-
	130.36	**108.40**

28 Current provisions

	As at March 31, 2024	As at March 31, 2023
Provision for disputed matters (Refer note i below)	180.00	150.00
Provision for leave encashment	0.85	0.61
Provision for gratuity (Refer note 49)	29.69	33.60
Provision for warranty (Refer note ii below)	4.97	26.39
	215.51	**210.60**

(i) Provision for disputed matters

The Company carries provision for disputed matters towards certain claims against the Company not acknowledged as debts. Whilst the provision is considered as short term in nature, the actual outflow with regard to said matters depends on the exhaustion of remedies available under the law based on various developments. No recoveries are expected against the provision. The details of the movement of the same is given below:

Particulars	As at March 31, 2024	As at March 31, 2023
Opening provision	150.00	120.00
Created during the year	30.00	30.00
Closing provision	**180.00**	150.00

(ii) Provision for warranty

The Company carries provision for warranty towards passbook printing kiosks machines supplied to customers with one to two years of warranty period. However, the company expects the warranty expenditure to be short term in nature. The details of movement of provision is given below :

Particulars	As at March 31, 2024	As at March 31, 2023
Opening provision	26.39	18.72
Created during the year	-	10.35
Utilised / reversed during the year	(21.42)	(2.68)
Closing provision	4.97	26.39

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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Notes to the Financial Statements
(All amounts are in Indian Rupees million, unless otherwise stated)

29 Revenue from operations

	For the year ended March 31, 2024	For the year ended March 31, 2023
Sale of Products	8,762.58	6,471.35
Sale of Services	1,460.50	926.42
Other Operating Revenue	68.64	58.13
Total revenue from operations	**10,291.72**	**7,455.90**

Notes:
Refer Note 50 for additional disclosures pursuant to Ind AS 115 - Revenue from contracts with customers.

30 Other income

	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest Income (Refer note below)	153.28	111.05
Gain on foreign currency transactions (net)	21.81	7.25
Liabilities/ provisions no longer required written back	22.32	1.39
Other non-operating income	17.24	0.93
	214.65	**120.62**
Interest income bifurcation :		
(i) Interest income earned measured at amortised cost		
Banks deposits	31.78	10.18
Inter-corporate deposits	111.77	98.65
Lease deposits and others	5.19	2.05
(ii) Others		
Refund of taxes	4.37	-
Others	0.17	0.17
	153.28	**111.05**

31 Cost of materials consumed

	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening stock	861.43	246.26
Addition on account of common control business combination	-	79.07
Purchases during the year	4,336.42	4,957.17
	5,197.85	**5,282.50**
Closing stock	718.60	861.43
	4,479.25	**4,421.07**

32 Purchase of stock-in-trade

Purchases of Materials	369.77	343.24
	369.77	**343.24**

33 Changes in inventories of Stock-in-Trade and work-in progress

	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening inventories		
Work-in-Progress	339.12	204.91
Stock-in-Trade	58.38	34.03
Addition on account of common control business combination (Work-in-Progress)	-	73.65
Total (A)	**397.50**	**312.59**
Closing Inventories		
Work-in-Progress	177.23	339.12
Stock-in-Trade	53.53	58.38
Total (B)	**230.76**	**397.50**
Total (A-B)	**166.74**	**(84.91)**

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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC065316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
Notes to the Financial Statements
(All amounts are in Indian Rupees million, unless otherwise stated)

34 Employee benefits expense

	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries, wages and bonus	608.35	361.18
Contribution to provident fund and other fund	56.85	39.73
Share based compensation expenses	4.08	-
Staff welfare expense	5.49	3.13
	674.77	**404.04**

35 Finance costs

	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest expense on financial liabilities measured at amortised cost:		
(i) Term Loan	21.49	20.81
(ii) Working Capital Loan	5.58	34.65
(iii) Debentures	124.37	21.21
Interest on lease liabilities	30.53	15.48
Bank and other charges	17.49	20.33
Other interest charges	1.15	0.95
	220.61	**119.43**

36 Depreciation and amortisation expense

	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation of property, plant and equipment (refer note 3)	115.22	119.88
Depreciation of right-of-use asset (refer note 4)	164.56	56.82
Amortisation of intangible assets (refer note 6)	1.54	0.80
	281.32	**177.50**

37 Other Expenses

	For the year ended March 31, 2024	For the year ended March 31, 2023
Consumption of stores and spare parts	145.61	75.57
Rent expense	191.90	219.14
Insurance	19.01	15.48
Subscription and license fees	35.15	16.64
Labour charges	349.76	207.98
Power and fuel	72.58	61.36
Security charges	35.16	26.07
Service charges	305.41	337.80
Repairs and maintenance :		
(i) Building	8.45	1.84
(ii) Machinery	36.47	23.96
(iii) Computers	15.30	10.91
(iv) Others	29.20	34.37
Freight	372.78	152.09
Travelling expenses	28.91	23.91
Sales promotion expenses	19.84	14.29
Packing expenses	19.14	18.06
Postage and telephone	11.73	5.29
Legal and professional charges	126.98	13.17
Webhosting / Software charges	14.10	9.27
Sitting fees to Directors	-	0.02
Rates and taxes	41.98	43.73
Bad Debts written off	45.77	10.30
Provision for bad and doubtful debts	26.49	9.44
Provision for warranty	-	10.35
Expenditure on Corporate Social Responsibility ('CSR') (Refer note 55)	7.59	4.36
Miscellaneous expenses	1.84	1.48
Payments to Auditor for:		
(i) Audit fees	6.00	1.00
(ii) Taxation matters	0.13	0.11
(iii) Other services	-	0.05
	1,967.28	**1,348.14**

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(All amounts are in Indian Rupees million, unless otherwise stated)

38 Taxes

(a) Statement of profit or loss

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Tax expense:		
Current tax	587.65	214.13
Deferred tax	(50.08)	(34.60)
Tax in respect of earlier years	-	(0.75)
Income tax expense reported in the statement of profit or loss	**537.57**	**178.78**

(b) Other comprehensive income (OCI)

Taxes related to items recognised in OCI during the period

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Items not to be reclassified to profit or loss in subsequent periods		
On remeasurement of defined benefit plans	(3.59)	(2.24)
Income tax recognised in OCI	**(3.59)**	**(2.24)**

(c) Balance sheet

Tax assets

Particulars	As at March 31, 2024	As at March 31, 2023
Non-current tax assets (Net)	32.75	74.06
Total tax assets	**32.75**	**74.06**

Tax liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
Current tax liabilities (net of advance tax)	38.67	24.35
Total tax liabilities	**38.67**	**24.35**

(d) Deferred tax assets / (liabilities)

Particulars	As at March 31, 2024	As at March 31, 2023
Property, plant and equipment and other intangible assets	(10.96)	(26.70)
Debentures	(54.26)	-
Allowance for expected credit loss	25.30	16.00
Provision for disputed matters	45.30	37.75
Provision for employee benefits	9.66	8.87
Deduction allowed on payment basis	31.94	5.22
Other items	28.35	2.57
Net deferred tax assets / (liabilities)	**75.33**	**43.71**

(e) Reconciliation of tax expense

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit before tax	2,366.63	848.01
Income tax rate	25.17%	25.17%
Income tax expense	595.63	213.43
Tax reconciliation		
Tax effect of:		
a. expenses that are not deductible in determining taxable profit	4.04	3.68
b. taxation in respect of earlier years	-	(0.75)
c. on account of retrospective application of common control business	(61.51)	(37.58)
d. others	(0.59)	-
Tax expenses recognised in the restated statement of profit and loss	**537.57**	**178.78**

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(f) **Movement in temporary differences:**

Deferred tax assets/ (liabilities)	As at April 01, 2023	Recognised in profit or loss during the year	Recognised in OCI during the year	Recognised in equity during the year	As At March 31, 2024
Property, plant and equipment and other intangible assets	(26.70)	15.74	-	-	(10.96)
Debentures	-	(18.25)	-	(36.01)	(54.26)
Allowance for expected credit loss	16.00	9.30	-	-	25.30
Provision for disputed matters	37.75	7.55	-	-	45.30
Provision for employee benefits	8.87	(2.80)	3.59	-	9.66
Deduction allowed on payment basis	5.22	26.72	-	-	31.94
Other items	2.57	11.82	-	13.96	28.35
Net deferred tax asset/(liability)	**43.71**	**50.08**	**3.59**	**(22.05)**	**75.33**

Deferred tax assets/ (liabilities)	As at April 01, 2022	Recognised in profit or loss during the year	Recognised in OCI during the year	Recognised in equity during the year	As At March 31, 2023
Property, plant and equipment and other intangible assets	(45.07)	18.37	-	-	(26.70)
Allowance for expected credit loss	13.62	2.38	-	-	16.00
Provision for disputed matters	30.20	7.55	-	-	37.75
Provision for employee benefits	2.81	3.82	2.24	-	8.87
Deduction allowed on payment basis	2.60	2.62	-	-	5.22
Other items	2.70	(0.13)	-	-	2.57
Net deferred tax asset/(liability)	**6.86**	**34.60**	**2.24**	**-**	**43.71**

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39 **Earnings Per Share**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profits attributable to equity shareholders		
Profit for the year (in Rs. Million)	1,829.06	669.23
Basic Earnings Per Share		
Weighted average number of equity shares outstanding during the year	20,68,05,000	20,68,05,000
Basic EPS (Rs.)	8.84	3.24
Diluted Earnings Per Share		
Profit for the year (in Rs. Millions)	1,829.06	669.23
Weighted average number of equity shares outstanding during the year	20,70,96,555	20,68,05,000
Diluted EPS (Rs.)	8.83	3.24
Face value per share in Rs.	2.00	2.00

Notes:

(i) Pursuant to resolutions passed by the Board of Directors and the Shareholders in their respective meeting held in May 2024, the face value of the equity shares of the Company was sub-divided from Rs. 10 each to Rs. 2 each. In compliance with Ind AS - 33, Earnings Per Share, the disclosure of basic and diluted earnings per share for all the years presented has been arrived at after giving effect to the above sub-division.

(ii) Diluted EPS has been calculated after considering the impact of Employee stock option plan (ESOP). This includes the potential dilution effect of outstanding stock options granted to employees.

(iii) The impact on account of Optionally Convertible Debenture for diluted EPS is anti-dilutive in nature for the year ended March 31, 2024 and hence not considered.

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40 Employee Stock Option Scheme

MCT Employee Stock Option Plan 2024

The MCT Employee Stock Option Plan 2024 ('Plan'/ 'ESOP 2024') was approved by the Board of Directors in the meeting held on March 14, 2024 and by the members in the Extra Ordinary General Meeting held on March 15, 2024 . The plan is designed to provide incentives to the eligible employees. The Plan shall be administered by Nomination and Remuneration committee.
Participation in the plan is at the Board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits. The maximum number of options available for grant under the plan shall be 21,76,895 of Rs. 10 each.

Options are granted under the plan for no consideration and carry no dividend or voting rights. The options granted shall vest in a graded manner between completion of 1 year up to 4 years of service from the grant date, unless specific details are laid out by the administrator. Once vested, the options remain exercisable for a period of 5 years. When exercised, each option is convertible into one equity share.

Under the said scheme, the Board of Directors have granted the following options to their eligible employees as on March 15, 2024 with exercise price Rs. 10 each :

Particulars	No. of options
Employees of Manipal Technologies Limited (Holding company)	3,13,341
Employees of Manipal Payment and Identity Solutions Limited	12,92,531
Total	**16,05,872**

Reconciliation of employee stock options :

Particulars	For the year ended March 31, 2024	
	No. of options	Weighted average exercise price
Options outstanding at the beginning of the year	-	-
Granted during the year	16,05,872	10.00
Forfeited / surrendered during the year	-	-
Exercised during the year	-	-
Options outstanding at the end of year	16,05,872	10.00
Options exercisable at the end of the year	-	-
Weighted average remaining contractual life	7.26 years	

Weighted average share price disclosure is not applicable since share options are not exercised during the year.

Fair value and weighted assumptions of the options granted during the year:

Particulars	For the year ended March 31, 2024
Exercise Price (Rs.)	10.00
Share price at the grant date (Rs.)	139.00
Weighted average fair value of options granted (Rs.)	127.11
Expected life of the option (years)	4.80
Risk free interest rate (%)	6.98%
Expected volatility (%)	17.94%
Dividend yield (%)	0.72%

The eligible employees of the company receives remuneration in the form of share-based payments in consideration of the services rendered. Under the equity settled share based payment, the fair value on the grant date of the award given to employees is recognised as 'employee benefit expenses' with a corresponding increase in equity over the vesting period. The fair value of the options at the grant date is calculated by an independent valuer basis Black Scholes model. At the end of each reporting period, apart from the non-market vesting conditions, the expense is reviewed and adjusted to reflect changes to the level of options expected to vest.

The Company has recorded an employee compensation cost relating to share-based payment expense of Rs.4.08 million (year ended March 31, 2023 : Nil) in the Statement of Profit and Loss. The share based payment expenditure incurred on behalf of Manipal Technologies Limited (holding company) is shown as receivable from the holding company.

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41 Common Control Business Combination : VDP Division Business

During the financial year 2023-24, the Company has acquired the VDP Division Business from Manipal Technologies Limited (MTL) i.e. Holding Company in a transaction qualifying as a common control business combination in accordance with Ind AS 103 Business Combinations. This acquisition was aimed at enhancing operational synergies within the Group. The purchase consideration for this transaction was settled at Rs.550.00 million. This transaction has been accounted for using the pooling of interests method, which involves recognizing the acquired assets and liabilities at their carrying amounts as per carved out financial statements of the acquired division from MTL. The financial statements, including comparatives, have been restated as if the acquisition occurred at the beginning of the preceding periods i.e. April 1, 2022. The difference between the purchase consideration and the carrying amount of the net assets acquired has been recorded in Capital Reserve (Amalgamation Adjustment Deficit Account). The details of the acquired assets and liabilities and the calculation of Capital Reserve (Amalgamation Adjustment Deficit Account) is stated in the below table.

Particulars	**As at April 1, 2022**
Property, plant and equipment	263.07
Right-of-use assets	56.87
Capital work-in-progress	0.43
Other intangible assets	0.78
Financial assets	10.44
Deferred tax assets (Net)	9.25
Total non-current assets	**340.84**
Inventories	165.07
Financial assets	56.16
Other current assets	13.82
Total current assets	**235.05**
Total assets (A)	**575.89**
Financial liabilities	38.68
Provisions	1.10
Total non-current liabilities	**39.78**
Financial liabilities	217.57
Other current liabilities	8.13
Provisions	12.32
Total current liabilities	**238.02**
Total liabilities (B)	**277.80**
Reserves & Surplus (C) = (A) - (B)	**298.09**
Purchase consideration payable to Manipal Technologies Limited(D)	**550.00**
Amalgamation Adjustment Deficit Account (C) - (D)	**(251.91)**

The movements of net assets of VDP Division Business on account of retrospective application of Ind AS 103 has been adjusted in retained earnings.

42 Financial guarantee obligation

During the financial year 2023-24, the company has issued corporate financial guarantee to lenders on behalf of Manipal Media Network Private Limited (Ultimate Holding Company) amounting to Rs. 5550.00 million. Financial guarantee contracts are recognised as a financial liability at the time of issue of guarantee. Since the guarantee in relation to loans of Ultimate Holding Company is provided for no compensation, the fair value is recognised through retained earnings. Accordingly, the financial guarantee liability is recognised in retained earnings (net of taxes) amounting to Rs. 41.53 million (March 31, 2023 : Nil). This liability recognised will be amortised and unwound over the period of the guarantee through Statement of Profit and Loss.

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43 Contingent Liabilities and Contingent Assets

(a) Commitments

Particulars	As at March 31, 2024	As at March 31, 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for	135.01	7.11

(b) Contingent liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
1. Claims against the company not acknowledged as debt		
Taxation		
Central Excise (Paid under protest : As at 31 March 2024 : Rs. 60.35 million ; 31 March 2023 : Rs. 60.35 million) (Refer note 1)	1,348.63	1,348.63
VAT & CST (Paid under protest : As at 31 March 2024 : Rs. 2.00 million ; 31 March 2023 : Rs. 7.16 million) (Refer note 2)	4.46	21.67
Customs duty (Paid under protest : As at 31 March 2024 : Rs. 2.04 million ; 31 March 2023 : Rs. 2.04 million) (Refer note 3)	49.02	49.02
GST (Paid under protest : As at 31 March 2024 : Nil ; 31 March 2023 : Nil) (Refer note 4)	0.32	-
2.Guarantee		
Letter of credit	41.33	158.34
Bank Guarantee	558.20	516.73
Corporate Guarantee (Refer note 5)	5,550.00	-

Notes

1 Central Excise

The Company is involved in multiple disputes with the Central Excise and Service Tax authorities regarding the classification of PVC sheets, identity cards, smart cards, and the chargeability of excise duty on personalization and fulfilment activities of banking and non-banking cards. These disputes encompass various periods from July 2010 to June 2017 and involve demands for excise duties and penalties the details are as below:

a) The Company received an order dated 18.04.2016 from the Office of the Commissioner of Central Excise & Service Tax for the period from July 2010 to September 2014, demanding excise duty of Rs. 14.65 million and a penalty of Rs. 14.65 million due to wrong classification of PVC sheets, identity cards, and smart cards under different HSN codes. The company has preferred an appeal against the order, which is pending before the Excise & Customs Tribunal (CESTAT) in Bangalore. The company has paid a pre-deposit of Rs. 1.10 million as of March 31, 2024 (March 31, 2023 - Rs. 1.10 million).

b) The Company received an order dated 23.11.2016 from the Additional Commissioner of Central Excise & Service Tax for the period from October 2014 to August 2015, demanding excise duty of Rs. 1.78 million and a penalty of Rs. 0.18 million due to wrong classification of PVC sheets and identity cards under different HSN codes. The company has preferred an appeal against the order, which is pending before the Excise & Customs Tribunal (CESTAT) in Bangalore. The company has paid a pre-deposit of Rs. 0.33 million as of March 31, 2024 (March 31, 2023 - Rs. 0.33 million).

c) The Company received an order dated 6th April 2018, passed by the Additional Commissioner of Central Excise, Mangalore, for the period from September 2015 to June 2017, demanding excise duty of Rs. 7.77 million and a penalty of Rs. 0.78 million due to wrong classification of PVC sheets and identity cards under different HSN codes. The company has preferred an appeal against the order, which is pending before the Excise & Customs Tribunal (CESTAT) in Bangalore. The company has paid a pre-deposit of Rs. 1.42 million as of March 31, 2024 (March 31, 2023 - Rs. 1.42 million).

d) The Company received an order dated October 29, 2018, issued by the Commissioner of Central Excise, Mangalore, covering the period from the fiscal year ending March 31, 2012, to March 31, 2016. The order demands excise duty of Rs. 517.17 million and a penalty of Rs. 517.17 million related to the chargeability of excise duty on personalisation and fulfilment activities for banking and nonbanking cards manufactured by the company. The department asserts that excise duty applies to these activities, whereas the company had been charging service tax and VAT, respectively. The company has filed an appeal against the order, which is currently pending before the Excise & Customs Tribunal (CESTAT) in Bangalore. As of March 31, 2024, the Company has made a pre-deposit of Rs. 38.79 million (Rs. 38.79 million as of March 31, 2023).

e) The Company received an order dated January 11, 2020, issued by the Commissioner of Central Excise, Mangalore, covering the period from April 2016 to June 2017. The order demands excise duty of Rs. 249.53 million plus interest and a penalty of Rs. 24.96 million related to the chargeability of excise duty on personalisation and fulfilment activities for banking and non-banking cards manufactured by the company. The department contends that excise duty applies to these activities, whereas the company had been charging service tax and VAT, respectively. The company has filed an appeal against the order, which is currently pending before the Excise & Customs Tribunal (CESTAT) in Bangalore. As of March 31, 2024, the Company has made a pre-deposit of Rs. 18.72 million (Rs. 18.72 million as of March 31, 2023).

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2 VAT & CST

The Company has been issued multiple orders by the Sales Tax and Commercial Taxes authorities regarding the classification of photo identity cards, treatment of trading sales, and recovery of input tax credit under the CST Act, 1956, and KVAT Act, 2003, for various financial years from 2011-12 to 2017-18. The details are as under:

a) The Company received an order from the Deputy Commissioner of Commercial Taxes - Audit Wing for the financial year 2013-14, demanding Value Added Tax of Rs. 0.38 million under KVAT, 2003, and Rs. 10.22 million under CST Act, 1956, including interest and penalty, due to the wrong classification of photo identity cards supplied by the company under the KVAT Act. The company was charging VAT at the rate of 5.5%, whereas the department id of opinion it should be charged at 14.5%. The company appealed against this demand, and the order was passed in favour of the company on 31/01/2024.

b) The Company received an order from the Deputy Commissioner of Commercial Taxes - Audit Wing for the financial year 2014-15, demanding Value Added Tax of Rs. 0.78 millions under KVAT, 2003, and Rs. 4.79 million under CST Act, 1956, including interest and penalty, due to the wrong classification of photo identity cards supplied by the company under the KVAT Act. The company was charging VAT at the rate of 5.5%, whereas the department is of opinion it should be charged at 14.5%. The company appealed against this demand, and the order was passed in favour of the company on 31/01/2024.

c) The Company received an order from the Deputy Commissioner of Commercial Taxes - Audit Wing for the financial year 2015-16, demanding Value Added Tax of Rs. 0.39 million under KVAT, 2003, and Rs. 3.13 million under CST Act, 1956, including interest and penalty, due to the wrong classification of photo identity cards supplied by the company under the KVAT Act. The company was charging VAT at the rate of 5.5%, whereas the department is of opinion it should be charged at 14.5%. The company has preferred an appeal against these orders, which is pending before the KVAT Tribunal in Bangalore. The company has made a pre-deposit of Rs. 1.06 million as of March 31, 2024 (March 31, 2023 - Rs. 1.06 million).

d) The Company received an order from the Deputy Commissioner of Commercial Taxes - Audit Wing for the financial year 2016-17, demanding Value Added Tax of Rs. 0.81 million under the CST Act, 1956, including interest and penalty, due to the wrong classification of photo identity cards supplied by the company under the KVAT Act. The company was charging VAT at the rate of 5.5%, whereas the department is of opinion it should be charged at 14.5%. The company appealed against this demand, and the order was passed in favour of the company on 10/07/2023.

e) The Company received an order from the Deputy Commissioner of Commercial Taxes - Audit Wing for the financial year 2017-18 (up to June 2017), demanding Value Added Tax of Rs. 0.22 million under the CST Act, 1956, including interest and penalty, due to the wrong classification of photo identity cards supplied by the company under the KVAT Act. The company was charging VAT at the rate of 5.5%, whereas the department is of opinion it should be charged at 14.5%. The company appealed against this demand, and the order was passed in favour of the company on 10/07/2023.

f) The Company received an order from the Deputy Commissioner of Commercial Taxes demanding Value Added Tax of Rs. 0.61 million for the year 2012-13. The aforesaid authority has also levied interest of Rs. 0.27 million and a penalty of Rs. 0.06 million towards the recovery of input tax credit on purchases from an unregistered dealer under the KVAT Act for the year 2012-13. The company has preferred an appeal against these orders, which is pending before the KVAT Tribunal in Bangalore. The company has made a pre-deposit of Rs. 0.94 million as of March 31, 2024 (March 31, 2023 - Rs. 0.94 million).

3 Customs duty

The Company has received order 10th May 2019 passed by the Commissioner of Customs, Bangalore demanding Custom duty of Rs 49.02 millions including penalty towards wrong classification of Account Opening Kiosk and Debit Card Printing Kiosk machine under different product code. The company has preferred an appeal against the said order which is pending before Excise & Customs Tribunal (CESTAT), Bangalore. The Company has paid Rs 2.04 million pre-deposit as at March 31, 2024 (March 31, 2023 - Rs 2.04 million).

4 GST

The Superintendent Commissioner of CGST & CENTRAL EXCISE has demanded GST of Rs. 0.29 millions towards Input Credit Mismatch between the GST returns and GST portals in Year 2018-19. The aforesaid authority has also levied penalty of Rs. 0.03 millions. The issue is related to Excess availment of ITC in GSTR-3B vs GSTR-2A. The company has preferred an appeal against the said orders which is pending before Superintendent of Central Tax.

5 The Company has issued a guarantee for debentures issued by the ultimate holding company, M/s Manipal Media Network Limited, for an amount of Rs 5550 Millions (31 March 2023 : Nil)

44 Disclosures pertaining to pending litigations

The Company does not have any other pending litigations which would impact its financial position except as stated in Note 43(b). The Company is of the opinion that the same will not have any adverse effect on the financial position of the Company.

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45 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at March 31, 2024	As at March 31, 2023
Principal amount remaining unpaid to any supplier as at the end of the year		
(i) Trade payables	14.60	14.31
(ii) Capital creditors	-	-
Interest due thereon remaining unpaid to any supplier as at the end of the year		
(i) Trade payables	-	0.54
(ii) Capital creditors	-	-
The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act 2006	-	-
The amount of payment made to micro and small supplier beyond the appointed day during each accounting year.	-	-
The amount of interest due and payable for period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act 2006.	-	0.54
The amount of interest accrued and remaining unpaid at the end of the accounting year.	-	0.54
The amount of further interest remaining due and payable even in the succeeding year, 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 section 23 of the MSMED Act, 2006.	-	0.54

The above disclosures are provided by the Company based on the information available with the company in respect of the registration status of its vendors/ suppliers.

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46 Financial risk management

The Company's Board of Directors has overall responsibility for establishment and oversight of the Company's risk management framework. The Board of Directors is responsible for developing and monitoring Company's risk management policies. The Board regularly meets to decide its risk management activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company's management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The Company has exposure to the following risks arising from financial instruments:
- credit risk - see note (a) below
- liquidity risk - see note (b) below
- market risk - see note (c) below

(a) Credit risk

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

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry and country in which customers operate.

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess impairment loss or gain. The Company uses a matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors and Company's historical experience for customers.

(i) The movement in the allowance for expected credit loss for trade receivables is as follows:

Particulars	As at March 31, 2024	As at March 31, 2023
Balance as at the beginning of the year	63.56	54.12
Allowance for loss created (net of reversal) during the year	24.10	9.44
Balance as at the end of the year	**87.66**	**63.56**

(ii) Credit risk on cash and cash equivalents is limited as the Company generally invests in deposits with banks and financial institutions with high credit ratings assigned by domestic credit rating agencies.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company's treasury department is responsible for liquidity and funding. In addition policies and procedures relating to such risks are overseen by the management.
The Company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from the operations.

The following is the Company's exposure to financial liabilities based on the contractual maturity as at the reporting date. These amounts are gross (undiscounted) including estimated interest payments :

Particulars	As at March 31, 2024				
	Carrying value	Less than 1 year	1 to 5 years	5 years and above	Total
Borrowings	4,494.74	653.38	6,504.62	-	7,158.00
Trade payables	859.32	859.32	-	-	859.32
Lease liabilities	571.14	225.43	451.89	-	677.32
Other liabilities	269.97	251.52	18.45	-	269.97

Particulars	As at March 31, 2023				
	Carrying value	Less than 1 year	1 to 5 years	5 years and above	Total
Borrowings	986.21	897.83	137.30	-	1,035.13
Trade payables	1,186.81	1,186.81	-	-	1,186.81
Lease liabilities	179.10	72.31	164.11	-	236.42
Other liabilities	597.13	597.13	-	-	597.13

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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
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(c) Market risk

Market risk is the risk of loss in future earnings that may result from a change in the value of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, foreign currency rates or other market changes. The company manages the market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management.

(1) Foreign currency risk :

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. Company transacts business in its functional currency Indian Rupees (Rs.) and in other foreign currencies. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities, where revenue or expense is denominated in a foreign currency.

The Company has foreign currency exposure as follows :

(i) Financial assets

Financial assets	As at March 31, 2024		As at March 31, 2023	
	Foreign currency	Equivalent amount in rupees	Foreign currency	Equivalent amount in rupees
Trade receivables				
USD	0.13	10.51	0.09	7.52
		10.51		**7.52**

(ii) Financial liabilities

Financial liabilities	As at March 31, 2024		As at March 31, 2023	
	Foreign currency	Equivalent amount in rupees	Foreign currency	Equivalent amount in rupees
Trade payable				
USD	2.78	231.86	3.64	298.87
GBP	0.02	2.30	0.04	3.64
EUR	0.04	3.44	0.00	0.41
		237.60		**302.92**

(iii) Currency wise net exposure (Financial assets - Financial liabilities)

Currency wise net exposure (assets - liabilities)	As at March 31, 2024		As at March 31, 2023	
Particulars	Foreign currency	Equivalent amount in rupees	Foreign currency	Equivalent amount in rupees
USD	(2.65)	(221.35)	(3.55)	(291.35)
GBP	(0.02)	(2.30)	(0.04)	(3.64)
EUR	(0.04)	(3.44)	(0.00)	(0.41)
Total		**(227.09)**		**(295.40)**

(v) Sensitivity analysis

Currency	Impact on profit/equity (1% strengthening)		Impact on profit/equity (1% weakening)	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
USD	(2.21)	(2.91)	2.21	2.91
GBP	(0.02)	(0.04)	0.02	0.04
EUR	(0.03)	0.00	0.03	0.00
Total	**(2.26)**	**(2.95)**	**2.26**	**2.95**

(2) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates.

The exposure of the borrowings (long term and short term) to interest rate changes at the end of the reporting period are as follows:

Particulars	As at March 31, 2024	As at March 31, 2023
Floating rate borrowings	-	637.43
Fixed rate borrowings*	4,633.64	328.79

*The amounts are undiscounted and excluding impact of equity component of compound financial instruments i.e. Optionally Convertible Debenture

Interest rate sensitivity for floating rate borrowings

Particulars	As at March 31, 2024	As at March 31, 2023
25 bps increase - decrease in profit	-	1.59
25 bps decrease - increase in profit	-	1.59

47 Capital management

The capital structure of the Company consists of net debt (borrowings offset by cash and bank balances) and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's management reviews it's capital structure considering the cost of capital, the risks associated with each class of capital and the need to maintain adequate liquidity to meet its financial obligations when they become due.

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48 Fair value measurements

(a) Categories of financial instruments -

Particulars	As at March 31, 2024			As at March 31, 2023		
	Carrying amount	FVTOCI	Amortised cost	Carrying amount	FVTOCI	Amortised cost
Financial assets						
Trade receivables	918.65	-	918.65	1,291.23	-	1,291.23
Cash and cash equivalents	5,046.32	-	5,046.32	49.26	-	49.26
Other bank balances	390.31	-	390.31	122.30	-	122.30
Investments (Refer note below)	0.40	0.40	-	0.40	0.40	-
Loans	1,001.14	-	1,001.14	1,040.54	-	1,040.54
Other financial assets	294.00	-	294.00	228.84	-	228.84
Total financial assets	**7,650.82**	**0.40**	**7,650.42**	**2,732.57**	**0.40**	**2,732.17**
Financial liabilities						
Borrowings	4,494.74	-	4,494.74	966.21	-	966.21
Trade payables	859.32	-	859.32	1,186.81	-	1,186.81
Lease liabilities	571.14	-	571.14	179.10	-	179.10
Other financial liabilities	269.97	-	269.97	597.13	-	597.13
Total financial liabilities	**6,195.17**	**-**	**6,195.17**	**2,929.25**	**-**	**2,929.25**

Fair value hierarchy:

As per Ind AS 107 Financial Instruments: Disclosures, fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. As illustrated above, all financial instruments of the Company which are carried at amortized cost approximates the fair value.

Investment in Clean Wind Power (Manvi) Pvt Ltd was held with a view to obtain power for captive consumption. As per the shareholders' agreement entered into by the aforesaid company's holding company M/s Hero Wind Energy Private Limited with the company, the aforesaid holding company is having the sole discretion to purchase shares at par i.e. at Rs.10 each from the company. Accordingly, the fair value is considered to be Rs. 10 per share.

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49 Employee Benefit Plans

A) Defined contribution plans

During the year the Company has recognised the following amounts in the Statement of profit and loss:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Employers Contribution to Provident fund	24.37	18.45
Employees State Insurance Corporation	4.61	3.76
Labour Welfare Fund	0.03	0.02

B) Gratuity - The gratuity plan is governed by the Payment of Gratuity Act, 1972 under which an employee who has completed five years of service is entitled to specific benefits. The level of benefits provided depends on the member's length of service and salary at retirement age. This fund is being maintained by Life Insurance Corporation of India. The disclosures as required under Ind AS 19 is made below, on the basis of report obtained from an Independent Actuary.

i) **Changes in the present value of the defined benefit obligation in respect of Gratuity are as follows:**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Present value obligation as at the beginning of the year	51.04	13.11
Addition due to common control business combination	-	12.13
Interest cost	3.61	1.72
Current service cost	6.39	16.90
Benefits paid	(0.93)	(1.48)
Actuarial loss/(gain) on obligations	14.06	8.89
Other Adjustments	-	(0.23)
Present value of obligation at the end of the year	**74.17**	**51.04**

ii) **Fair value of the plan assets**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Fair value of the plan assets at the beginning of the year	17.44	15.35
Interest income	2.17	1.11
Contribution by the employer	25.98	2.47
Benefits paid	(0.93)	(1.48)
Actuarial Gain/(Loss)	(0.18)	(0.01)
Fair value of the plan assets at the end of the year	**44.48**	**17.44**

iii) **Expenses recognised in the Statement of profit and loss:**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current service cost (including risk premium for fully insured benefits)	6.39	16.90
Interest cost	3.61	1.72
Interest earned on plan assets	(2.17)	(1.11)
Total expense recognised in Statement of profit and loss	**7.83**	**17.51**

iv) **Amount recognised in the Statement of other comprehensive income:**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Actuarial (Gain)/Losses due to Financial Assumption changes	(0.62)	1.54
Actuarial (Gain)/Losses due to Experience	14.68	7.35
Actuarial Loss/(Gain) On Assets	0.18	0.01
Total Actuarial (Gain)/loss included in OCI	**14.24**	**8.90**

v) **Net assets/liability and actuarial experience gain/(loss) for present benefit obligation ('PBO') and plan assets:**

Particulars	As at March 31, 2024	As at March 31, 2023
Present value of Funded Obligation	74.17	51.04
Fair Value of Plan Assets	44.48	17.44
Net Liability	**(29.69)**	**(33.60)**

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vi) **Actuarial assumptions**

Particulars	**As at March 31, 2024**	**As at March 31, 2023**
Discount rate (per annum)	7.20% - 7.25%	7% - 7.25%
Salary escalation rate - over a long-term	4% - 7.25%	4% - 7.25%
Mortality Rate	Indian assured lives mortality (2012-14) (Ultimate)	Indian assured lives mortality (2012-14) (Ultimate)

Sensitivity analysis

Assumptions	**Defined benefit obligation**	
	As at March 31, 2024	**As at March 31, 2023**
Delta effect of 1% increase in rate of discounting	38.40	23.09
Delta effect of 1% decrease in rate of discounting	56.16	35.71
Delta effect of 1% increase in rate of Salary increment	55.44	35.38
Delta effect of 1% decrease in rate of Salary increment	38.82	23.18
Delta effect of 1% increase in rate of attrition	47.02	29.20
Delta effect of 1% decrease in rate of attrition	45.86	28.34

vii) **Expected contribution for the next Annual reporting period:**

Particulars	**March 31, 2025**
Expected contribution to the plan for the next annual reporting period	**5.48**

Expected future benefit payments:

The following benefit payments, for each of the next five years and the aggregate five years thereafter, are expected to be paid:

Year ending 31 March	**March 31, 2024**
2025	3.56
2026	3.81
2027	4.45
2028	5.07
2029	4.82
2030 - 2034	23.49
Above 2035	174.21

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50 Revenue from contracts with customers

(a) Reconciliation of revenue recognised with the contracted price :
There are no significant differences between revenue as per contracted price and revenue recognised from contracts with customers.

(b) Disaggregate revenue information

The table below presents disaggregated revenues from contracts with customers by type of products/services. The details are given below:

Particulars	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Sale of Product		
Cards- Manufactured and traded	7,438.96	5,298.16
Cheque books, collaterals and identity cards	1,096.26	769.88
Others	258.75	426.18
Sale of Services		
Personalisation of Cards	858.38	546.33
Others	639.37	415.35
Total	**10,291.72**	**7,455.90**

(c) Contract Balances

Particulars	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Trade Receivables	894.70	1,291.23
Unbilled Revenue	23.95	-

(d) Movement of unbilled revenue

Particulars	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Opening Balance	-	-
Add : Unbilled revenue recognised at the end of the year	23.95	-
Less : Unbilled revenue reversed during the year	-	-
Closing Balance	**23.95**	-

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51 Operating Segment

The Company has one operating segment, namely "Payment and Identity Solutions" and the information reported to the Chief Operating Decision Maker (CODM) for the purposes of resource allocation and assessment of performance focuses on this operating segment. Accordingly, the amounts appearing in these Financial Statements relate to this operating segment.

Information about major customers contributing more than 10% of revenue of operation are given as follows:

Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
	Amount	Percentage of the Total Revenue	Amount	Percentage of the Total Revenue
Customer 1	1,368.97	13.30%	832.73	11.17%
Customer 2	1,343.00	13.05%	795.16	10.66%

The table below presents revenues from contracts with customers for the reporting years by geographical region. The details are given below:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Domestic	10,125.40	7,379.07
Rest of the world	166.32	76.83
Total	**10,291.72**	**7,455.90**

Country wise details (in the cases of amounts attributable to foreign countries) not given in the above table, since the amount involved therein is not material.

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52 Leases

Nature of leases : The Company has entered into various lease agreements in respect of building and machineries.

(a) Lease liabilities
Reconciliation of carrying amount

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening balance	**179.10**	**42.55**
Addition on account of common control business combination	-	59.85
Additions	541.22	132.07
Deletion	-	-
Interest on lease liabilities	50.53	15.48
Payment of lease liabilities	(199.71)	(70.85)
Closing balance	**571.14**	**179.10**
Current	174.93	55.73
Non-current	396.21	123.37
Total lease liabilities	**571.14**	**179.10**

(b) Expenses recognised in the statement of profit and loss account

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation of right-of-use assets		
Building	35.13	30.26
Machinery	129.44	26.55
	164.56	**56.82**
Expenses recognised in relation to leases:		
Interest on lease liabilities	50.53	15.48
Short-term and low value lease	191.90	219.14
	242.43	**234.62**

(c) Amounts recognised in the statement of cash flow

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Lease Payment - Principal	149.18	55.37
Lease Payment - Interest	50.53	15.48
Total cash outflow for leases	**199.71**	**70.85**

(d) The future expected minimum lease payments under leases (undiscounted) including interest payments are as follows:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Payable in less than one year	225.43	72.31
Payable between one and five years	451.89	164.11
Payable after five years	-	-
Total undiscounted lease liabilities	**677.32**	**236.42**

(e) Other notes
The weighted average incremental borrowing rate applied to lease liabilities for the year ended March 31, 2024 is 10.50% (March 31, 2023 : 10.50%).

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Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316
(Previously known as "MCT Cards & Technology Limited", "MCT Cards & Technology Private Limited")
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53 Related Party Disclosures

(A) List of Related Parties and description of relationship:

Description of relationship	Name of related party
Ultimate controlling party	Tridevita Family Trust (w.e.f. April 18, 2024)
Ultimate holding company	Manipal Media Network Limited (w.e.f. April 18, 2024)
Holding company	Manipal Technologies Limited
Fellow subsidiaries	Manipal Business Solutions Private Limited Manipal Utility Packaging Solutions Private Limited (Upto November 21, 2023) Manipal Logistics Private Limited Manipal Digital Holdings GmbH, Germany MHL International Holdings Limited, Mauritius Manipal International Printing Press Limited, Kenya Manipal International Press Limited, Nigeria Manipal Fintech Solutions Limited (upto May 31, 2024) Manipal Holdings Limited, JAFZA Manipal Energy & Infratech Limited (w.e.f. April 18, 2024) Sahibandhu Fintech Services Private Limited
Entities over which Key Management Personnel of entity, holding company and their relatives have control / joint control / significant influence	Primacy Industries Private Limited Techshresta Solutions Private Limited (Upto May 14, 2024) TMG Sunidhi Foundation Trust (Upto May 14, 2024)
Key Management Personnel	Tekkar Yashwanth Prabhu, Independent director (Upto July 7, 2022) Felipe Palacio Bautista, Director (Upto July 13, 2023) Padmakar Nagamutt Nayak, Director (Upto July 15, 2023) K Girish Kini , Chief Executive Officer(w.e.f september 20, 2023) Abhay Anant Gupte, Chief Executive Officer (upto september 20, 2023) and Director (w.e.f May 13, 2024) Gopinathan Anil Shankar,Chief Financial Officer (Upto January 30,2024) Ramanath Pai, Chief Financial Officer (w.e.f January 30,2024) Marachi Kongbonnna, Director (Upto March 14, 2024) Dattatri H.M , Company Secretary (w.e.f May 13, 2024) T. Gautham Pai , Director (w.e.f May 13, 2024)* Binod Mandal, Company Secretary (Upto May 13, 2024) Padmaja Shailen Ruparel, Director (w.e.f May 13, 2024) Ramchandra Kasargod Kamath, Director (w.e.f May 13, 2024) Prabhakara Dayananda Kamath, Director (w.e.f May 13, 2024) Sujir Prabhakar, Director (w.e.f February 21, 2023 to May 14, 2024) Katapadi Govindraya Subraya Kamath, Director (upto May 14, 2024) Roopashree, Director (Upto May 14, 2024) Anand Kudigrama, Director (Upto July 9, 2024) Rohan Ajila, Independent director (w.e.f July 14, 2024)

* *Also Key management personnel of holding company during the fiscal years 2023 and 2024*

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53 **Related Party Disclosures**

(B) **Disclosure of Related Party Transactions and Balances**

Sr No	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	Disclosure of Related Party Transactions		
A1	**Sale of services (Printing & Other Charges)**		
	Manipal Technologies Limited	1.85	0.24
	Manipal Business Solutions Private Limited	0.94	0.94
		2.79	**1.18**
A2	**Sale of Materials:**		
	Manipal Technologies Limited	2.11	1.07
	Manipal Business Solutions Private Limited	0.12	0.48
	Manipal Utility Packaging Solutions Private Limited	0.02	0.13
		2.25	**1.68**
A3	**Other Receipts (Reimbursement)**		
	Manipal Technologies Limited	9.90	2.20
	Manipal Utility Packaging Solutions Private Limited	0.61	0.91
	Techalvesta Solutions Private Limited	2.19	1.37
	Primacy Industries Private Limited	0.01	-
		12.71	**4.48**
A4	**Purchase of Materials:**		
	Manipal Technologies Limited	270.29	272.10
	Manipal Utility Packaging Solutions Private Limited	15.86	35.31
	Techalvesta Solutions Private Limited	393.89	1,165.29
		680.04	**1,472.70**
A5	**Purchase of Scrips**		
	Manipal Technologies Limited	7.06	-
	Manipal Media Network Limited	-	0.27
	Primacy Industries Private Limited	-	1.79
	Manipal Utility Packaging Solutions Private Limited	3.28	3.05
		10.34	**5.11**
A6	**Rent paid**		
	Manipal Technologies Limited	88.62	91.15
	Manipal Media Network Limited	0.03	0.02
	Manipal Utility Packaging Solutions Private Limited	1.32	2.09
		89.97	**93.26**
A7	**Service charges paid**		
	Manipal Technologies Limited	240.99	199.90
	Manipal Media Network Limited	3.26	-
	Manipal Business Solutions Private Limited	3.19	-
		247.44	**199.90**
A8	**Other Expenses (including reimbursement)**		
	Manipal Technologies Limited	70.33	34.99
	Manipal Business Solutions Private Limited	0.04	0.09
	Manipal Energy & Infratech Limited	1.30	0.11
	Manipal Utility Packaging Solutions Private Limited	2.57	2.52
	Primacy Industries Private Limited	-	0.01
		74.24	**37.72**
A9	**Purchase of Property, Plant & Equipments**		
	Manipal Energy & Infratech Limited	2.86	-
		2.86	-

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53 Related Party Disclosures

Sr No	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
A10	**Corporate social responsibility expenses**		
	TMG Sunidhi Foundation Trust	7.59	4.36
		7.59	**4.36**
A11	**Purchase of VDP Divison Business**		
	Manipal Technologies Limited	-	550.00
		-	**550.00**
A12	**Dividend distributed :**		
	Manipal Technologies Limited	33.08	33.08
	Tridevita Family Trust	0.01	0.01
		33.09	**33.09**
	Related party balances at the year end		
B1	**Amount Receivable at the end of the year:**		
	Manipal Technologies Limited	9.67	1.48
	Manipal Utility Packaging Solutions Private Limited	-	0.46
	Manipal Business Solutions Private Limited	-	0.20
	Manipal Energy & Infratech Limited	-	0.01
	Techshrestra Solutions Private Limited	-	1.59
	Manipal Media Network Limited	0.17	0.17
	Primacy Industries Private Limited	0.03	0.03
		9.87	**3.94**
B2	**Amount Payable at the end of the year:**		
	Manipal Technologies Limited	286.65	473.13
	Manipal Utility Packaging Solutions Private Limited	-	32.04
	Manipal Energy & Infratech Limited	1.35	0.03
	Manipal Business Solutions Private Limited	0.53	0.08
	Primacy Industries Private Limited	0.13	0.14
		288.66	**505.42**
B3	**Security Deposit Receivable/(Payable)**		
	Manipal Technologies Limited (net)	17.50	17.50
	Manipal Utility Packaging Solutions Private Limited	-	0.89
		17.50	**18.39**
B4	**Salary and Other Allowances(Payable) to KMPs**	**5.07**	-
B5	**Trade Advance given**		
	Techshrestra Solutions Private Limited	74.70	0.06
		74.70	**0.06**
B6	**Consideration payable on acquisition of Business**		
	Manipal Technologies Limited	-	550.00
		-	**550.00**
B7	**Financial Guarantee received**		
	Manipal Technologies Limited	133.64	328.79
	Manipal Media Network Limited, Manipal Technologies Limited and T. Gautham Pai	4,500.00	-
		4,633.64	**328.79**
B8	**Financial Guarantee Given**		
	Manipal Media Network Limited	5,550.00	-
		5,550.00	-

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53 Related Party Disclosures

(C) Key management personnel compensation (Refer note (i))

Transactions during the year	For the year ended March 31, 2024	For the year ended March 31, 2023
Short term employment benefit	20.19	-
Remuneration to independent directors	-	0.02

Notes:

(i) The above compensation excludes expense towards gratuity, leave benefits and stock options as they are determined and recorded for the Company as a whole.

(ii) Related parties and transactions have been identified by the management and relied upon by the auditors.

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54 Net debt reconciliation

This section sets out an analysis of net debt and the movements in the net debt for each of the years presented.

Particulars	As at March 31, 2024	As at March 31, 2023
Debentures	4,494.74	328.78
Other borrowings	-	637.43
Lease liabilities	571.14	179.10
Subtotal :	5,065.88	1,145.31
Cash and cash equivalents	5,046.32	49.26
Net debt	**19.56**	**1,096.05**

Net debt movement

Particulars	Liabilities from financing activities			Cash and cash equivalent	Net debt
	Debentures	Other borrowings	Lease liabilities		
Net debt as at April 1, 2022	-	678.08	102.40	(3.73)	776.75
Cash flows (net)	328.78	(40.65)	-	(45.53)	242.60
Acquisitions - leases	-	-	132.07	-	132.07
Principal element of lease payments	-	-	(55.37)	-	(55.37)
Interest expense	21.21	61.46	15.48	-	98.15
Interest paid	(21.21)	(61.46)	(15.48)	-	(98.15)
Net debt as at March 31, 2023	**328.78**	**637.43**	**179.10**	**(49.26)**	**1,096.05**
Cash flows (net)	4,226.54	(637.43)	-	(4,997.06)	(1,407.95)
Acquisitions - leases	-	-	541.22	-	541.22
Principal element of lease payments	-	-	(149.18)	-	(149.18)
Interest expense	124.37	27.07	50.53	-	201.97
Interest paid	(44.28)	(27.07)	(50.53)	-	(121.88)
Equity component of Optionally Convertible Debenture	(140.67)	-	-	-	(140.67)
Net debt as at March 31, 2024	**4,494.74**	**-**	**571.14**	**(5,046.32)**	**19.56**

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55 Disclosure with regards to expenses incurred towards Corporate Social Responsibility as required by Section 135 of Companies Act, 2013

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Amount required to be spent by the company during the year	7.59	4.36
Amount of expenditure incurred relating to the year	7.59	4.36
Amount of expenditure in respect of the earlier years	-	-
Total amount of expenditure incurred	**7.59**	**4.36**
Shortfall at end of the year	Nil	Nil
Total of previous years' shortfall	**Nil**	**Nil**
Reason for shortfall	NA	NA
Nature of CSR activities	Refer Note Below	Refer Note Below
Details of Related Party Transaction (Refer note no.53)	7.59	4.36
Provisions with respect of contractual obligation	Nil	Nil

Note:
The Company has made contributions to TMG Sunidhi Foundation Trust to fulfil its corporate social responsibilities which supports programs in the areas of education, rural development, infrastructure facilities, healthcare, arts and culture.

56 Disclosures pursuant to Section 186(4) of the Companies Act, 2013

Nature of the Transaction	Purpose	As at March 31, 2024	As at March 31, 2023
(A) Loans and advances given Questpro Consultancy Services Private Limited Maximum balance outstanding during the year with interest: Rs. 1,132.32 million (March 31, 2023 : Rs.1,146.76 million)	Working capital and short-term funding	1,001.14	1,040.54
(B) Guarantees issued to : Manipal Media Network Limited	Towards issuance of Non-Convertible debentures	5,550.00	-
(C) Investments : Clean Wind Power (Manvi) Pvt Ltd	For purchase of power	0.40	0.40

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57 Ratios analysis & its elements

Particulars	Numerator	Denominator	Period		Percentage change from	Explanation for the variance more than 25%
			As at March 31, 2024	As at March 31, 2023	March 31, 2023 to March 31, 2024	March 2024 vs March 2023
Current ratio (in times)	Total Current assets	Total Current liabilities	4.59	1.47	212%	Increase in Cash and cash equivalents as at the year end
Debt-Equity Ratio (in times)	Total Debt (1)	Shareholder's Equity	1.36	0.59	130%	Increase in borrowings during the year
Debt Service Coverage Ratio (in times)	Earnings available for debt service (2)	Debt Service (3)	3.97	2.89	37%	Increase in profits
Return on Equity (ROE) (in %)	Profit for the year after tax attributable to owners of the company	Average Shareholder's Equity	65%	40%	62%	Increase in profits
Inventory turnover ratio (in times)	Cost of goods sold (4)	Average Inventory	4.41	4.79	-8%	-
Trade receivables turnover ratio (in times)	Revenue from operations	Average Trade Receivable	9.31	8.95	4%	-
Trade payables turnover ratio (in times)	Total Purchase	Average Trade Payables	4.60	5.80	-21%	-
Net capital turnover ratio (in times)	Revenue from operations	Working Capital (5)	1.52	5.78	-74%	Increase in Cash and cash equivalents as at the year end
Net profit ratio(in %)	Profit for the year after tax	Revenue from operations	18%	9%	98%	Increase in Turnover and margins
Return on capital employed (ROCE) (in %)	Earning before interest, taxes	Average Capital Employed (6)	42%	33%	25%	Increase in profit before tax and interest
Return on Investment (ROI) (in %)	Profit after tax	Average Total Assets	23%	15%	56%	Increase in profit after tax

Note:
(1) Long-Term borrowings + short-Term borrowings + interest accrued + lease liabilities
(2)Net profit after taxes + interest + non-cash operating expenses like depreciation & amortisation
(3)Interest paid + current maturities of term loan, debentures and lease liabilities
(4)Represents cost of material consumed + purchases of stock-in-trade + changes in inventories of finished goods and work-in-progress
(5) Current Assets - Current liabilities
(6) Average capital employed is the average of opening and closing values of total equity (excluding capital reserves), total debt (including lease liabilities and accrued interest) less intangible assets.

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58 Additional Regulatory Information

Details of Benami Property held
No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder for the years ended March 31, 2024 and March 31, 2023.

Details of Loans and advances
The Company has not granted any loans and advances to promoters, directors, key managerial personnel (KMPs) and the related parties which are repayable on demand or without specifying any terms or period of repayment for the years ended March 31, 2024 and March 31, 2023.

Wilful Defaulter
The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority for the years ended March 31, 2024 and March 31, 2023.

Relationship with Struck off Companies
The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 for the years ended March 31, 2024 and March 31, 2023.

Registration of charges or satisfaction with Registrar of Companies (ROC)
The Company does not have any charges or satisfaction, which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period for the years ended March 31, 2024 and March 31, 2023.

Compliance with number of layers of companies
The Company has complied with the number of layers prescribed under Sec 2(87) the Companies Act, 2013 for the years ended March 31, 2024 and March 31, 2023.

Compliance with approved Scheme(s) of Arrangements
The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year for the years ended March 31, 2024 and March 31, 2023. Refer note no. 41 for common control business combination during the year.

Discrepancy in utilization of borrowings
The borrowings obtained by the Company from banks and other lenders have been applied for the purposes for which such loans were take for the years ended March 31, 2024 and March 31, 2023.

Utilisation of Borrowed funds :

The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) for the years ended March 31, 2024 and March 31, 2023 including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

Undisclosed income
There is no income surrendered or disclosed as income for the years ended March 31, 2024 and March 31, 2023 in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

Details of Crypto Currency or Virtual Currency
The Company has not traded or invested in crypto currency or virtual currency for the years ended March 31, 2024 and March 31, 2023.

Title deeds of immovable properties not held in name of the company :
There are no immovable properties the title deeds of which are not in the name of the company for the years ended March 31, 2024 and March 31, 2023.

Reconciliation of books with Quarterly statements filed with banks
There are no material differences between the quarterly statements submitted by the company with respective banks for the years ended March 31, 2024 and March 31, 2023.

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Audit Trail

The Company has complied with the requirements of audit trail for relevant financial transactions for the implemented modules in SAP, except that the feature of recording audit trail (edit log) facility was not enabled for direct changes at database level for accounting software used for maintaining books of accounts.

In the case of in-house developed applications MIS and Data Centre, used for production and dispatch management at the production facility, the feature for audit trails has not been enabled at transaction level and privileged access, for the period of the audit.

For payroll application, the audit trail feature is not enabled for master data changes, direct database changes and privileged user access for the period of the review.

Further, no instance of audit trail feature being tampered with was noted in respect of software where this feature has been enabled.

59 **Subsequent events**

Changes in equity share capital

Pursuant to resolutions passed by the Board of Directors and the Shareholders in their respective meetings held on May 13, 2024, and May 15, 2024, the face value of the equity shares of the Company was sub-divided from Rs. 10 each to Rs. 2 each. Consequently, the Authorized Equity Share Capital of the Company, originally comprising 50,000,000 equity shares of Rs. 10 each, was subdivided into 250,000,000 equity shares of Rs. 2 each. Similarly, the aggregate issued, subscribed, and paid-up equity share capital of the Company, which comprised 41,361,000 equity shares of Rs. 10 each, was subdivided into 206,805,000 equity shares of Rs. 2 each.

Purchase of Shares and compulsorily Convertible debentures of Primacy Industries Private Limited

Subsequent to the year ended March 31, 2024, the Company acquired 10,000 fully paid-up equity shares of Primacy Industries Private Limited, each with a nominal value of Rs. 100 representing 0.19% of the Equity share capital of Primacy Industries Private Limited for a consideration of Rs. 1.35 million and 33,990,000 fully paid-up Compulsory Convertible Debentures (CCDs) of Primacy Industries Private Limited ('PIPL Securities'), each with a nominal value of Rs. 100 for a consideration of Rs. 4,498.65 million.

As per the Share Holders Agreement dated 3rd April, 2024, CCDs does not have any voting rights in shareholder's meeting and the investments are held for monetizing in due course. Further, Company has entered into Share Purchase Agreement on 4th September 2024 with Manipal Technologies Limited for the sale of PIPL Securities for a consideration of not exceeding Rs. 4,630.00 million.

60 The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

61 Appropriate regrouping/ reclassification have been made in these financial statements for the earlier period presented, wherever required, in order to bring them in line with the accounting policies and classification as per the financial statements as at and for the year ended March 31, 2024.

As per our report of even date attached.
For Manian & Rao
Chartered Accountants
Firm Registration No - 001983S

Paresh Duga
Partner
Membership No. 211468

MANIAN & RAO Bangalore Chartered Accountants

Place : Bengaluru
Date : September 05, 2024

For and on behalf of the Board of Directors of
Manipal Payment and Identity Solutions Limited
CIN: U72900KA2008PLC045316

Abhay Anant Gupte
Director
DIN : 00389288

Prabhakara Dayananda Kamath
Director
DIN : 00935434

Dattatri H.M
Company Secretary
FCS: 7799

K Girish Kini
Chief Executive Officer

Ramanath Pai
Chief Financial Officer

Place : Manipal
Date : September 05, 2024

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