

N V C & Associates LLP
Chartered Accountants

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**Independent Auditor's Report on Audit of Annual Standalone Financial Results and Review of
Quarterly Financial Results of Gammon India Limited**

To,
The Board of Directors of
Gammon India Limited

Qualified Opinion and Qualified Conclusion

We have

- a. Audited the Standalone Financial Results for the year ended March 31, 2025 and
- b. Reviewed the Standalone Financial Results for the quarter ended March 31, 2025 (refer 'Other Matters' section below), which were subject to limited review by us,

both included in the accompanying "Statement of Standalone Financial Results for the quarter and year Ended March 31, 2025." of Gammon India Limited ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations")

(a) Qualified Opinion on Annual Standalone Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2025 except for the possible effects of the matter described in Basis of Qualified Opinion paragraph (a) to (b):

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the year then ended.

(b) Qualified Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2025

With respect to the Standalone Financial Results for the quarter ended March 31, 2025, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below except for the possible effects of the matter described in Basis of Qualified Opinion paragraph (a) to (b), nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2025, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information

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required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Qualified Opinion on the Audited Standalone Financial Results for the year ended March 31, 2025

- a) We invite attention to note no. 4(a) financial results, where the Company has during the previous year evaluated its existing claims in respect of on-going, completed and terminated contracts recognised in the earlier periods. Based on opinion of independent expert in the field of claims and arbitration who had assessed the likely number of claims being settled in favour of the Company, the Company has retained claims amounting to Rs. 30.00 crore as at March 31, 2025 as good and receivable.

In respect of the above claims, due to prolonged elapse of time and non-crystallization of matter with the counterpart, we are unable to comment upon the amounts recognised, its realisation and the consequent effect on the financial results for the year ended March 31, 2025.

- b) We invite attention to note no. 4(b) of the financial results relating to penal interest and charges of Rs 124.97 crores (to the extent availability of loan statement) for the current year ended March 31, 2025, charged by the lenders on its facilities. Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores (to the extent availability of loan statement) up to March 31, 2025. The same has not been debited to profit and loss account as management is disputing the same and is in discussion with the lenders for reversal of the said penal interest and charges. In the absence of the conclusion of the aforesaid discussion and the quantum which will be finally agreed between the Company and the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Material Uncertainty related to Going Concern

We invite attention to note no. 6 of the financials results relating to the present financial situation of the Company detailing the Material Uncertainties Relating to Going Concern and the Going Concern assumptions. The lenders had in the previous years recalled all the loans and facilities and also the Company's current liabilities exceeds current assets by Rs 11,446.84 Crore as at March 31,

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2025. The Company is finding it difficult to meet its financial obligations and the resolution plan is under consideration by lenders. The liquidity crunch is affecting the Company's operation with increasing severity. The trading in equity shares of the Company is presently suspended. Some of the creditors have filed for winding up petitions against the Company. Some of the bankers have initiated action for recovering by putting on embargo on the Company's assets as detailed in the aforesaid note. The company has severe manpower issues and is defaulting on its statutory and regulatory obligations. We are informed that the Company's resolution plan pending since a very long time is under consideration by the lenders as detailed in the aforesaid note. The note of the Management does not have any fresh updates from previous quarters. Further, we are informed that the lenders are not able to reach a consensus due to which there is hardly any progress in the matter from the lenders end to mitigate the uncertainty related to going concern. On account of there being no progress, the success of the resolution plan involves material uncertainties that may cast significant doubt about the Going Concern Assumption. Our report is not qualified on this account.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters :

- a) We draw attention to Note no 5 of the financial results relating to recoverability of an amount of Rs. 225.64 crores as at March 31, 2025 under trade receivables in respect of contract revenue where the Company has received arbitration awards in its favour in respect of which the client has preferred an appeal for setting aside the said arbitration awards, where the Company is confident of recovery for the said awards. The recoverability is dependent upon the final outcome of the appeals & negotiations getting resolved in favour of the company.

Management's Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2025, have been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2025 that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were

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operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The Board of Directors of the Company is also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2025

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2025 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty

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exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an modified opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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

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

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2025

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2025, in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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<p style="text-align: center;">GAMMON INDIA LIMITED CIN:L74999MH1922PLC000997</p>		
<p style="text-align: center;">Statement of Standalone Assets and Liabilities as at March 31, 2025</p>		
	(₹ in Crore)	
Particulars	March 31, 2025	March 31, 2024
	Audited	Audited
ASSETS		
NON-CURRENT ASSETS		
(a) Property, plant and equipment	403.23	405.21
(b) Capital work-in-progress	-	-
(c) Financial assets		
(i) Investments in subsidiary (At cost)	25.18	31.02
(ii) Other Investments	18.33	7.82
(iii) Trade receivable	442.37	503.42
(iv) Loans	53.20	82.91
(v) Others	15.83	22.63
(d) Deferred tax assets (net)	-	-
(e) Other non-current assets	37.25	47.74
TOTAL NON-CURRENT ASSETS	995.39	1,100.76
CURRENT ASSETS		
(a) Inventories	2.28	6.61
(b) Financial assets		
(i) Investments	0.00	0.03
(ii) Trade receivables	2.84	4.35
(iii) Cash and cash equivalents	0.02	0.00
(iv) Bank balances	3.34	1.91
(v) Loans	0.06	0.05
(vi) Others	4.73	6.41
(c) Current tax assets (net)	-	-
(d) Other current assets	15.46	20.17
TOTAL CURRENT ASSETS	28.73	39.53
TOTAL ASSETS	1,024.12	1,140.29
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	74.11	74.11
(b) Other equity	(10,639.95)	(9,570.45)
TOTAL EQUITY	(10,565.84)	(9,496.34)
LIABILITIES		
NON-CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings	-	-
(ii) Trade payables		
- Total outstanding dues to Micro and Small Enterprises	-	-
- Total outstanding dues to other than Micro and Small Enterprises	4.72	3.53
(iii) Other financial liabilities	-	12.00
(b) Provisions	0.88	0.92
(c) Deferred tax liabilities (net)	64.78	94.13
(d) Other non-current liabilities	44.01	43.94
TOTAL NON-CURRENT LIABILITIES	114.39	154.52
CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings	-	-
(ii) Trade payables		
- Total outstanding dues to Micro and Small Enterprises	0.29	0.29
- Total outstanding dues to other than Micro and Small Enterprises	49.28	58.17
(iii) Other financial liabilities	10,930.25	9,929.03
(b) Other current liabilities	7.26	6.19
(c) Provisions	488.49	488.43
(d) Current tax liabilities (net)	-	-
TOTAL CURRENT LIABILITIES	11,475.57	10,482.11
TOTAL EQUITY AND LIABILITIES	1,024.12	1,140.29

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GAMMON INDIA LIMITED
CIN:L74999MH1922PLC000997

Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2025

(₹ in Crore)

Sr. No.	Particulars	Quarter ended			Year ended	
		31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
		Unaudited	Unaudited	Unaudited	Audited	Audited
I	Income					
	a) Revenue from Operations :	3.43	5.19	20.40	21.23	39.25
	b) Other Income	5.49	0.52	46.58	6.96	49.10
	Total Income (a+b)	8.92	5.71	67.00	28.19	88.35
II	Expenses					
	a) Cost of material consumed	4.48	0.82	5.78	9.08	13.14
	c) Subcontracting Expenses	1.08	1.46	1.18	4.45	6.62
	d) Employee benefits expense	1.60	1.60	2.15	6.38	7.90
	e) Finance Costs	260.11	254.09	239.44	1,005.42	916.65
	f) Depreciation & amortization	0.56	0.51	0.49	2.09	1.78
	g) Other expenses	9.02	63.37	584.26	87.97	605.64
	Total Expenses	276.85	321.86	833.30	1,115.39	1,551.73
III	Profit/(Loss) before exceptional items and tax	(267.93)	(316.15)	(766.32)	(1,087.20)	(1,463.38)
IV	Exceptional items (Income) / Expenses	(0.01)		-	22.44	114.01
V	Profit / (Loss) before tax	(267.92)	(316.15)	(766.32)	(1,109.64)	(1,577.39)
VI	Tax expenses					
	Current Tax	-		-	-	-
	Excess / Short Provision of Earlier years	-		384.27	-	384.27
	Deferred Tax Liability / (asset)	(31.90)	0.14	0.72	(31.50)	1.34
	Total Tax expenses	(31.90)	0.14	384.99	(31.50)	385.61
VII	Profit/ (Loss) after tax for the period	(236.02)	(316.29)	(1,151.31)	(1,078.14)	(1,963.00)
VIII	Other Comprehensive Income:					
	Items that will not be reclassified to profit or loss (net of Tax)					
	- Remeasurement gain/ (loss) on defined benefit plans [net of tax if any]	(0.03)	0.01	(0.00)	0.03	(0.13)
	- Net gain/ (loss) on fair value of equity instruments through OCI [net of tax if any]	(5.17)	17.99	-	8.61	-
	Other Comprehensive Income:	(5.20)	18.00	(0.00)	8.64	(0.13)
IX	Total Comprehensive Income / (Loss) For The Period / Year	(241.22)	(298.29)	(1,151.31)	(1,069.50)	(1,963.13)
X	Paid up Equity Share Capital (Face Value ₹ 2 per Equity share)	74.11	74.11	74.11	74.11	74.11
XI	Other Equity				(10,639.95)	(9,570.45)
XII	Earnings per equity share					
	Basic/ Dilutive (Rs.) (before exceptional)	(6.40)	(8.58)	(31.21)	(28.62)	(50.13)
	Basic/ Dilutive (Rs.) (after exceptional)	(6.40)	(8.58)	(31.21)	(29.23)	(53.22)

See accompanying notes to the financial results

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GAMMON INDIA LIMITED CIN:L74999MH1922PLC000997 Standalone Cash Flow Results For the Year Ended 31 March 2025 (All Figures are in ₹. in Crore unless otherwise stated)		
Particulars	2024-25 Audited	2023-24 Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) Before Tax	(1,109.64)	(1,577.39)
Adjustments for :		
Depreciation	2.09	1.78
(Profit) / Loss on Sale of Assets	(0.03)	-
Interest Expenses	1,005.42	916.65
Provision for Doubtful Debts and Advances	-	258.45
Provision for Contract Assets	-	17.56
Foreign Exchange Loss / (Gain)	27.44	13.48
Interest Income	(3.86)	(0.47)
Bad Debts	34.11	19.64
Exceptional Items	22.44	114.01
Contract Asset Write off	-	281.79
Changes in Fair value of Investment designated at FVTPL	0.03	-
Provision for Impairment of Investment	0.24	5.82
Dividend Income	(0.06)	-
Reversal of expected credit loss	(0.16)	-
Loss on Joint Venture	0.08	-
Sundry Balances Written off	17.03	-
Sundry Balances Written Back	-	(43.49)
Operating Profit Before Working Capital Changes	(4.87)	7.83
Trade and Other Financial Receivables	3.25	(20.61)
Inventories	4.33	4.36
Trade Payables and Provision	(7.66)	0.02
Other Financials and Non Financial Assets	2.21	8.34
Other financial liabilities	0.04	1.54
Other non-financial liabilities	0.67	1.18
CASH GENERATED FROM THE OPERATIONS	(2.03)	2.66
Direct Taxes Paid / (Refund)	1.42	0.66
Net Cash from Operating Activities	(3.45)	2.00
B CASH FLOW FROM INVESTMENT ACTIVITIES	-	-
Proceeds from Sales PPE	0.07	(1.78)
Dividend Received	0.06	-
Other Bank Balance	(1.43)	(0.35)
Interest Received	4.77	0.14
Net Cash from Investment Activities	3.47	(1.99)
C CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(0.00)	(0.01)
Net proceeds/ (Repayment) from Short term Borrowings	0.00	0.00
Net Cash from Financing Activities	(0.00)	(0.01)
	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	0.02	0.00
Opening Balance	0.00	0.00
Closing Balance	0.02	0.00
NET INCREASE IN CASH AND CASH EQUIVALENTS	0.02	0.00
Components of Cash and Cash Equivalents		
Cash on Hand	0.02	0.00
Total Balance	0.02	0.00

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Notes:

1. The Standalone Financial Results for the quarter and year ended March 31, 2025 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on August 2, 2025 and have been audited by the Statutory Auditors of the Company.
2. Results for the quarter and year ended March 31, 2025 have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rule, 2015 and Companies (Indian Accounting Standards) Amendment Rule, 2016
3. The figures of the quarter ended March 31, 2025 and March 31, 2024 are the balancing figures between the audited figures in respect of the full financial year and unaudited year-to-date figures up to relevant quarter ended December 31, which were subjected to limited review.
4. The auditors have qualified their report in respect of the following matters -
 - a) The Company had evaluated its claims in respect of on-going, completed and/or terminated contracts in the earlier periods which amount to Rs. 30.00 crore as at March 31, 2025 with the help of an independent expert in the field of claims and arbitration who had assessed the likely amount of claims being settled in favour of the Company. The management contends that there is no change in position during the year and the same are due to them and they have a very good chance of realisation.
 - b) During the year ended March 31, 2025 some of the lenders have levied penal interest and charges of Rs 124.97 Crores (based on availability of Loan statements). Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores up to March 31, 2025 (based on availability of Loan statements). The management is disputing the same and has not accepted the debit of excess penal interest and charges in its books. They have also requested the lenders to reverse the same. In the resolution plan which is approved by two lenders, this amount is likely to be reversed, and the resolution plan does not consider the Company liability to pay this.
5. In furtherance to the recommendation of the Dispute Resolution Board (DRB) and Arbitration Awards in the Company's favour, the Company has recognized income to the extent of Rs. 225.64 Crore in the previous years, which is part of Non Current Trade Receivable. The Company contends that such awards have reached finality for the determination of the amounts of such claims and are reasonably confident of recovery of such claims although the client has moved the court to set aside the awards. Considering the fact that the Company has received favorable awards from the DRB and the Arbitration

Tribunal, the management is reasonably certain that the awards will get favorable verdict from the courts.

6. Material Uncertainty Relating to Going Concern:

The Company's operations have been affected in the last few years by various factors including liquidity crunch, unavailability of resources on timely basis, delays in execution of projects, delays in land acquisition, operational issues etc. The Company's overseas operations are characterized due to weak order booking, paucity of working capital and uncertain business environment. Also the Company's current liabilities exceed the current assets by Rs 11,446.84 Crore as at March 31, 2025. It only increased further in the quarter. The facilities of the Company with the Secured lenders are presently marked as NPA since June 2017. The liquidity crunch has resulted in several winding up petitions being filed against the Company by various stakeholders for recovery of the debts which the Company has been settling as per the mutually agreed repayment terms. The liquidity crunch is affecting the Company's operation with increasing severity. The Secured lenders have recalled the various facilities, initiated recovery suits in the Debt Recovery Tribunals as well as filing a winding up petition with the National Company Law Tribunal, Mumbai bench under the Insolvency and Bankruptcy code.

The Company has been making every effort in settling the outstanding Lenders dues.

The Companies Proposal for restructuring has undergone multiple iterations with many of the lenders approving while others not according to their approval.

The Company presently has submitted a revised proposal to the lead bankers on the strength of a prospective investor, whose restructuring proposal is under consideration by the lenders. The lenders are not able to reach a consensus due to which there is hardly any progress in the matter from the lenders end to mitigate the uncertainty related to going concern.

The Management is hopeful for a resolution in the matter for which a joint lender meeting is planned in the near future. Therefore, the management continues to believe that going concern assumption is intact albeit with uncertainty in the area of acceptance by the lenders.

The company has received various notices from Union Bank of India (assigned to Omkara Assets Reconstruction Private Limited in the current year) and Punjab National Bank under the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002, taking over the possession of the Gammon House property including the land appurtenant to it. The company has been restrained from parting with the rights over the said property. The total demand raised by this notice is Rs. 1,136.71 Crores.

The management is hopeful of obtaining approval of all the lenders to the above plan and execute documents accordingly and maintain its going concern status and to that effect is continuously engaged with the lenders for a solution.

Therefore, in the view of the management the going concern assumption of GIL is intact and these financials are prepared on a going concern basis. The above action plan of the Company for repaying the debts and servicing the same including the necessary value of the balance stake being available and realisation of the claim amounts filed by the Company, monetisation of the stake sale of investments and also the acceptance of the resolution proposal by the lenders is exposed to material uncertainties which may affect the going concern assumption.

7. The Company is engaged mainly in “Construction and Engineering” segment. The disclosure of operating segments at group level is given in consolidated financial statements as required in terms of Indian Accounting Standard INDAS -108.
8. On account of the company being marked as non-performing assets by the lenders no interest has been debited by majority of the lenders. The company has made provision for interest on the basis of the last sanction and last revision of terms. Therefore, the loan balances and finance cost are subject to confirmation and consequent reconciliation, if any.
9. The Exceptional (Income) /Expenses include the following

Rs. In Crore

Particulars	Quarter Ended			Year Ended	
	March 31, 2025	December 31, 2024	March 31, 2024	March 31, 2025	March 31, 2024
Provision for Impairment for exposure in ACBI	-	-	-	28.96	-
Impairment of Investments and other Exposure to Sofinter Group	-	-	-	-	114.01
Reversal/ (write off) of provision for GACTEL	(0.01)	-	-	(0.01)	-
Provision and Reversal of GIFZE	-	-	-	-	-
Reversal of Provision for Impairment in GPL	-	-	-	(6.51)	-
Total	(0.01)	-	-	22.44	114.01

Notes to Exceptional Item:

- i) During the quarter ended June 30, 2023, the Company has entered into Shareholders Agreement (SHA) between subsidiaries of the Company i.e., Gammon International BV (GIBV), Gammon Holdings (Mauritius) Ltd (GHML) and the new investor, where the investor has committed to subscribe and pay the share capital of Sofinter for a total amount of Euro 12 Million.

With this infusion, the new investor will acquire 90% stake in Sofinter at an aggregate value of Euro 12 million. Post infusion of money, the subsidiary companies, GIBV and GHML will hold a balance 10% stake in Sofinter. Gammon India Ltd (GIL) is the corporate guarantor for due performance of the subsidiaries i.e., of Gammon Holdings (Mauritius) Limited and Gammon International BV. The execution of the SHA is underway along with fulfilment of Condition Precedent. The SHA also provides for a waterfall mechanism agreed between the Parties, with a maximum exit for the Gammon Group equal to Euro 34 million at an exit at Euro 135 million. Thus, the stake of Gammon Group in Investment in Sofinter will reduce to 10% as against total 67.5% through Gammon International BV @ 32.5% and Gammon Holdings (Mauritius) Limited @ 35%. Considering the value at which the new investor has acquired the 90% stake in Sofinter, the carrying value of the stake of Gammon group which is carried at fair value through Other Comprehensive Income (FVTOCI), has been fair valued at the proportionate fair value for their 10% stake in Sofinter. Therefore, the Company on a prudence basis without considering the effect of waterfall mechanism, has given effect of to the excess exposure in the standalone financials statements towards loans given to SPVs for an amount of Rs 114.01 crores during year ended March 31, 2024 in addition to amount already provided as at March 31, 2023 amounting to Rs. 400 Crores.

- ii) During the previous year Gactel Turnkeys Projects Limited has received order from Hon'ble NCLT Mumbai branch vide Order CB(1B) -1797/MB/2018 dated 27th March 2024 and initiated Corporate Insolvency Resolution Process(CIRP) in respect of the subsidiary company. Since then the management of the company has been transferred from the Board of Directors to an Interim Resolution professional to manage the company. Recently NCLT vide order pronounced on April, 24, 2025 has issued the shedule of amount payable to their creditors in which Rs. 95,979 is allotted to Gammon India Limited as operational creditors. In view of the said order the entire exposure of Gactel has been written off amounting to Rs. 257.22 Crores (Loan Rs. 228.33 Crores, Interest Rs. 1.40 Crores, Investment Rs. 19.59 Crores and Trade Receivable Rs. 7.89 Crores) and the provision created in earlier years is reversed amounting to Rs. 257.23 Crores (Loan Rs. 228.33 Crores, Interest Rs. 1.40 Crores, Investment Rs. 19.59 Crores and Trade Receivable Rs. 7.90 Crores) as an exceptional Item.
- iii) During the year the Company has provided for one of its subsidiary namely Ansaldocaldaie Boilers India Private Limited receivables on account of loan of Rs. 17.57 Crores and Interest of Rs. 5.54 Crores and for investment Rs. 5.85 Crores.
- iv) During the year the lender of Gammon India limited IDBI bank has invoked 9,30,00,000 no of shares of AJR Infra & Tolling Limited held in Gammon Power Limited. On account of this there is a reversal of provision in the books amounting to Rs 6.51 Crores.
- v) During the Current year company has Reversed the provision of Gammon International FZE of Rs. 117.86 Crores and write off the receivable on account of Loan of Rs. 96.87 Crores and Interest of Rs.20.83 Crores and for Investment of Rs. 0.17 crores.

10. On account of the changes in the tax rate related to capital gains in The Finance (No 2) Act, 2024. Deferred tax liability relating to Property, plant & Equipment and Investments of Rs. 30.13 Crores has been reversed. Further, the company has decided to adopt provision of Section 115BAA of the Income Tax Act, 1961, resulting in reassessment of Deferred tax liability which amounts to Rs. 1.95 Crores. The aforesaid impact is credited to the statement of profit and loss in the quarter and year ended March 31, 2025.
11. Corresponding figures for the previous period have been regrouped / rearranged wherever necessary.

For Gammon India Limited

SANDEEP
RASIKLAL SHETH

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Sandeep Sheth

Executive Director

DIN No. 00955456

Mumbai

Date: August 2, 2025

Stamped for Identification

NUZHAT
MOHAMM
ED KHAN

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ANNEXURE I

Statement on Impact of Audit Qualifications
(For audit report with modified opinion) submitted along-with
Annual Audited Financial Results (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year Ended March 31, 2025 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sr. no.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover/Total Income	28.19	28.19
	2	Total Expenditure	1,137.83	1,137.83
	3	Net Profit/(loss) before OCI	(1,078.14)	(1,078.14)
	4	Earnings Per Share- Basic (After Exceptional)	(29.23)	(29.23)
	5	Earnings Per Share- Basic (Before Exceptional)	(28.62)	(28.62)
	6	Total Assets	1,024.12	1,024.12
	7	Total Liabilities	11,589.95	11,589.95
	8	Net Worth	(10,565.84)	(10,565.84)
	9	Any Other Financial Item	-	-
II.	<u>Audit Qualification (each audit qualification separately):</u>			
1.	a. Details of Audit Qualification: We invite attention to note no. 7(a) of the financial statement, where the Company has during the previous year evaluated its existing claims in respect of on-going, completed and terminated contracts recognised in the earlier periods. Based on opinion of independent expert in the field of claims and arbitration who had assessed the likely number of claims being settled in favour of the Company, the Company has retained amounts to Rs. 30.00 crore as at March 31, 2025 as good and receivable. In respect of the above claims , due to prolonged elapse of time and non-crystallization of matter with the counterpart, we are unable to comment upon the amounts recognised, its realisation and the consequent effect on the financial statements for the year ended March 31, 2025			
	b. Type of Audit Qualification: Qualified Opinion			
	c. Frequency of qualification: 10th Time in Audited Accounts			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable			
	For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: The management believes that they have strong case for the claim lodged against the client. This has been validated by independent techno legal consultant. The Board therefore has decided to account the claims.			
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable			

	<p>(iii) Auditors' Comments on (i) or (ii) above: In the absence of confirmation from the client we are unable to comment upon the amounts recognized, its realization and the consequent effect on the financial Statement for the year ended 31st March 2025.</p>	
2.	<p>a. Details of Audit Qualification: We invite attention to note no 26 (i) of the financial statement relating to penal interest and charges of Rs 124.97 crores (to the extent availability of loan statement) for the current year ended March 31, 2025 charged by the lenders on its facilities. Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores (to the extent availability of loan statement) up to March 31, 2025. The same has not been debited to profit and loss account as management is disputing the same and is in discussion with the lenders for reversal of the said penal interest and charges. In the absence of conclusion of the aforesaid discussion and the quantum which will be finally agreed between the Company and the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges which are disclosed as contingent liability in these Standalone Financial Statements. Since the amount of provision to be done is not crystallised the impact of the same is not given in the above table.</p>	
	b. Type of Audit Qualification: Qualified Opinion	
	c. Frequency of qualification: 7th Time in Audited Accounts	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable	
	For Audit Qualification(s) where the impact is not quantified by the auditor:	
	<p>(i) Management's estimation on the impact of audit qualification: The management is disputing the same and has not accepted the debit of interest in its books. They have also requested the lenders to reverse the charges</p>	
	<p>(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable</p>	
	<p>(iii) Auditors' Comments on (i) or (ii) above: In the absence of any confirmation for reversal of charges by the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges.</p>	
III.	Signatories:	Signatures
	Chief Financial Officer Mr. Anurag Choudhry	ANURAG LAXMAN CHOUDHRY Digitally signed by ANURAG LAXMAN CHOUDHRY Date: 2025.08.02 16:19:28 +05'30'
	Executive Director Mr. Sandeep Sheth	SANDEEP RASIKLAL SHETH Digitally signed by SANDEEP RASIKLAL SHETH Date: 2025.08.02 16:16:17 +05'30'
	Chief Executive Officer Mr. Ajit Desai	AJIT BALUBHAI DESAI Digitally signed by AJIT BALUBHAI DESAI Date: 2025.08.02 16:21:28 +05'30'
	Audit Committee Chairman Mr. Mahendra Shah	Mahendra Ujamshi Shah Digitally signed by Mahendra Ujamshi Shah Date: 2025.08.02 16:26:58 +05'30'
	<p>Auditors For N V C & Associates LLP (Formally Known as Natvarlal Vepari & Co.) Chartered Accountants Firm Registration No. 106971W/W101085</p> <p>NUZHAT MOHAMMED KHAN Nuzhat khan Partner M. No. 124960</p> <p>Place: Mumbai</p>	

	Date: August 2, 2025	
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Independent Auditor's Report on Audit of Annual Consolidated Financial Results and Review of Quarterly Financial Results of Gammon India Limited

To
The Board of Directors
Gammon India Limited,
Mumbai.

Qualified Opinion and Qualified Conclusion

We have

- a) Audited the Consolidated Financial Results for the year ended March 31, 2025 and
- b) Reviewed the Consolidated Financial Results for the quarter ended March 31, 2025 (refer 'Other Matters' section below), which were subject to limited review by us,

both accompanying statement of Consolidated Financial Results of **Gammon India Limited** ("Holding Company") and its Subsidiaries (holding company and its subsidiaries together referred as "The Group"), its joint venture and associates for the quarter and year ended March 31, 2025, ("Consolidated Financial Results") being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the listing regulations").

(a) Qualified Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of the other auditors on financial information of subsidiaries , joint ventures and associates referred to in Other Matter section below, the Consolidated Financial Results for the year ended March 31, 2025 Except for the possible effects of the matter described in Basis of Qualified Opinion paragraph (a) to (c):

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the year then ended.
- iii. Includes the results of the Companies listed in Annexure A to this report.

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(b) Qualified Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2025

With respect to the Consolidated Financial Results for the quarter ended March 31, 2025, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the reports of the other auditors referred to in Other Matters Section below and except for the possible effects of the matter described in Basis of Qualified Opinion paragraph (a) to (c), nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2025, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Qualified Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2025

- a) We invite attention to note no. 4(a) of the Consolidated Financial Results, where the Company has during the previous year evaluated its existing claims in respect of on-going, completed and terminated contracts recognised in the earlier periods. Based on opinion of independent expert in the field of claims and arbitration who had assessed the likely number of claims being settled in favour of the Company, the Company has retained claims amounting to Rs. 30.00 crore as at March 31, 2025 as good and receivable.

In respect of the above claims, due to prolonged elapse of time and non-crystallization of matter with the counterpart, we are unable to comment upon the amounts recognised, its realisation and the consequent effect on the financial results for the year ended March 31, 2025.

- b) We invite attention to note no 4(b) of the Consolidated Financial Results relating to penal interest and charges of Rs 124.97 crores (to the extent availability of loan statement) for the current year ended March 31, 2025 charged by the lenders on its facilities. Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores (to the extent availability of loan statement) up to March 31, 2025. The same has not been debited to profit and loss account as management is disputing the same and is in discussion with the lenders for reversal of the said penal interest and charges. In the absence of conclusion of the aforesaid discussion and the quantum which will be finally agreed between the Company and the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges.
- c) The auditors of one subsidiary Ansaldo Caldaie Boilers India Pvt Ltd of the Company carries two qualification in their Audit Report as follows.
- a) The Company had received amounts as Share Application Money of Rs.16.64 Crores for further allotment of shares. which were to be issued on terms and conditions to be decided by the Board and in line with the extant regulation of the RBI. The RBI vide its letter dated August 16,

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2018 has asked the Company to refund the money. The Company has replied to RBI asking them to reconsider their directive for reasons detailed in the note in the financial statements of the entity. The RBI has not responded on the matter till date. The Company has not given any effects to the RBI directive and has disclosed the same as Current Liabilities.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in 'Other Matters' section below is sufficient and appropriate to provide a basis for our qualified opinion.

Material Uncertainty related to Going Concern.

We draw attention to the following material uncertainty related to going concern included in the notes on the consolidated Financial Results of Holding Company, a subsidiary company of the Holding Company, on matters which are relevant to our opinion on the consolidated financial statements of the Group and reproduced by us as under.

a) In respect of Holding Company

We invite attention to note no. 7 (a) of the Consolidated Financial Results relating to the present financial situation of the Company detailing the Material Uncertainties Relating to Going Concern and the Going Concern assumptions. The lenders had in the previous years recalled all the loans and facilities and also the Company's current liabilities exceeds current assets by Rs 12,549.34 Crore as at March 31, 2025. The Company is finding it difficult to meet its financial obligations and the resolution plan is under consideration by lenders. The liquidity crunch is affecting the Company's operation with increasing severity. The trading in equity shares of the Company is presently suspended. Some of the creditors have filed for winding up petitions against the Company. Some of the bankers have initiated action for recovering by putting on embargo on the Company's assets as detailed in the aforesaid note. The company has severe manpower issues and is defaulting on its statutory and regulatory obligations. We are informed that the Company's resolution plan pending since a very long time is under consideration by the lenders as detailed in the aforesaid note. The note of the Management does not have any fresh updates from previous quarters. Further, we are informed that the lenders are not able to reach a consensus due to which there is hardly any progress in the matter from the lenders end to mitigate the uncertainty related to going concern. On account of there being no progress, the success of the resolution plan involves material

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uncertainties that may cast significant doubt about the Going Concern Assumption. Our report is not qualified on this account.

b) In respect of Subsidiaries in the following cases the auditors' have carried a paragraph relating to going concern as follows :

The Auditors of Special Purpose Financial Statements of Gammon Holdings B.V, Gammon International B.V, Pvan EERD Beheersmaatschappij B.V, ATSL Holdings B.V and Gammon Holding Mauritius Limited (GHML) in the financial statements have carried material uncertainty related to going concern references arising out of current liabilities in excess of current assets, substantial erosion of net worth and the parent company restructuring plan which are pending approval. The parents' resolution plan including the dues related to overseas SPVs is pending approval of the lenders. Further, we are informed that the leaders of the parent company are not able to reach a consensus due to which there is hardly any progress in the resolution plan from the lenders end to mitigate the uncertainty related to going concern. On account of there being no progress, the success of the resolution plan involves material uncertainties that may cast significant doubt about the Going Concern Assumption. Our opinion is not qualified on this account.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters related to Emphasis of Matter included in the audit report issued on the Consolidated Financial Statements, on matters which are relevant to our opinion on the Consolidated Financial Results of the Group, and reproduced by us as under

- a) We draw attention to Note no 5 of the Consolidated Financial Results relating to recoverability of an amount of Rs.225.64 crores as at March 31, 2025 under trade receivables in respect of contract revenue where the Company has received arbitration awards in its favour in respect of which the client has preferred an appeal for setting aside the said arbitration awards, where the Company is confident of recovery for the said awards. The recoverability is dependent upon the final outcome of the appeals & negotiations getting resolved in favour of the company.

Management's responsibilities for the Consolidated Financial Results

The Consolidated Financial Results, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of consolidated financial statements of the Group. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the consolidated net loss and other comprehensive income and other financial information of the Group its joint venture and associated in accordance with the recognition and measurement principles laid down in Ind AS prescribed under section 133 of the Act read with relevant rules thereunder and other accounting

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principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective board of directors of the companies included in the group and of its joint venture and associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its joint venture and associated and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error,

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group and of its joint venture and associates are responsible for assessing the ability of the group and of its joint venture and associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Respective Board of Directors of the companies included in the Group and of its joint venture and associates are responsible for overseeing financial reporting process of the Group and of its joint venture and associates.

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

(a) Audit of the Consolidated Financial Results for the year ended March 31, 2025

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2025 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional

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omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedure in accordance with the circular issued by the SEBI under regulation 33(8) of the Listing Regulations to the extent applicable
- Obtain sufficient appropriate audit evidence regarding the Annual Consolidated Financial Results of the Company to express an modified opinion on the Annual Consolidated Financial Results.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its joint venture and its associates to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Consolidated Financial Statements of such entities included in the Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in

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evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

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

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

(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2025

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2025, in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SA specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Qualified Opinion and Qualified Conclusion section above.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable

Other Matters

- a) We did not audit the financial statements and other financial information, in respect of 9 subsidiaries, whose Ind AS financial statements reflect total assets of Rs. 197.45 crores as at March 31, 2025, total revenues of Rs. 48.90 crores, Net loss after tax of Rs 61.71 Crores and net cash outflow amounting to Rs. 0.10 crores for the year ended on that date, before giving effect to elimination of intra-group transactions as considered in the preparation of the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, joint ventures and associates in India, is based solely on the reports of the other auditors.

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BUILDING,TAXIMENS COLONY,KURLA E, o=MUMBAI,
o=Personal,
serialNumber=547ae2aed756de0d2741cda3e79bd1f132
bf80ce9defdf16479ed4BecDds2,
pseudoym=i-50cf8de777484ef19eccba5f26cbda8c;
2.5.2.42=ff747fa8fe6b96245af8f2840be45ed55aae
527699fa1643691fb1d7d95; email=NUZHAT@NVC.IN,
cn=NUZHAT MOHAMMED KHAN
Date: 2025.08.02 17:06:44 +05'30'

LLPIN - ACM-9656
Formerly Natvarlal Vepari & Co LLP
[Converted from Natvarlal Vepari & Co. (a partnership firm with registration no. BA-86186) into LLP w.e.f.23-03-2025]

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Sr no.	Name of Entity	Nature of Relationship
1.	Gammon India Limited	Parent
2.	Metropolitan Infrahousing Private Limited ('MIPL')	Subsidiary
3.	ATSL Infrastructure Projects Limited	Subsidiary
4.	P.Van Eerd Beheersmaatschappaji B.V. Netherlands ('PVAN')	Subsidiary
5.	Gammon Retail Infrastructure Private Limited (s'GRIPL')	Subsidiary
6.	Gammon Power Limited. ('GPL')	Subsidiary
7.	ATSL Holding B.V. Netherlands	Subsidiary
8.	Gammon Realty Limited. ('GRL')	Subsidiary
9.	Gammon Holdings B.V., Netherlands ('GHBV')	Subsidiary
10.	Gammon International B.V., Netherlands ('GIBV')	Subsidiary
11.	Gammon Transmission Limited ('GTL')	Subsidiary
12.	Gammon Real estate developers private limited (GRDL')	Subsidiary
13.	Ansaldoaldaie Boilers India Private Limited ('ACB')	Subsidiary
14.	Gammon Holdings (Mauritius) Limited ('GHM')	Subsidiary
15.	Patna Water Supply Distribution Network Private Limited ('PWS')	Subsidiary
16.	Gammon SEW('GSEW')	Joint Venture

Statement of Consolidated Assets and Liabilities as at March 31, 2025

(₹ in Crore)

Particulars	March 31, 2025	March 31, 2024
	Audited	Audited
ASSETS		
NON-CURRENT ASSETS		
(a) Property, plant and equipment	403.26	405.33
(b) Goodwill on Consolidation	-	-
(c) Financial assets		
(i) Investments in Joint Venture/ Associate (At cost)	-	-
(ii) Other Investments	30.71	19.94
(iii) Trade receivable	442.37	509.07
(iv) Loans	89.66	90.13
(v) Others financial assets	1.63	2.40
(d) Deferred tax assets (net)	0.12	0.22
(e) Other non-current assets	47.33	60.50
TOTAL NON-CURRENT ASSETS	1,015.08	1,087.59
CURRENT ASSETS		
(a) Inventories	5.05	55.56
(b) Financial assets		
(i) Investments	0.00	0.04
(ii) Trade receivables	47.46	32.64
(iii) Cash and cash equivalents	0.72	0.41
(iv) Bank balances	8.67	4.58
(v) Loans	5.64	9.90
(vi) Others	7.06	8.71
(c) Other current assets	29.67	33.98
TOTAL CURRENT ASSETS	104.27	145.82
TOTAL ASSETS	1,119.35	1,233.41
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	74.11	74.11
(b) Other equity	(11,608.03)	(10,355.49)
Equity attributable to owners of the parent	(11,533.92)	(10,281.38)
(c) Non-controlling interests	(120.11)	(113.08)
TOTAL EQUITY	(11,654.03)	(10,394.46)
LIABILITIES		
NON-CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings	-	-
(ii) Trade payables		
- Total outstanding dues to Micro and Small Enterprises	-	-
- Total outstanding dues to other than Micro and Small Enterprises	8.04	6.92
(iii) Other financial liabilities	-	-
(b) Provisions	0.93	1.02
(c) Deferred tax liabilities (net)	64.78	94.12
(d) Other non-current liabilities	46.01	45.94
TOTAL NON-CURRENT LIABILITIES	119.76	148.00
CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings	75.62	100.16
(ii) Trade payables		
- Total outstanding dues to Micro and Small Enterprises	0.29	0.29
- Total outstanding dues to other than Micro and Small Enterprises	72.30	80.01
(iii) Other financial liabilities	12,148.70	10,934.04
(b) Other current liabilities	34.01	42.77
(c) Provisions	322.70	322.60
(d) Current tax liabilities (net)	-	-
TOTAL CURRENT LIABILITIES	12,653.62	11,479.87
TOTAL EQUITY AND LIABILITIES	1,119.35	1,233.41
See accompanying notes to the financial results		

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Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2025

(₹ in Crore)

Sr No	Particulars	Quarter Ended			Year Ended	
		31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	Income					
	(a) Revenue from Operations	48.61	4.98	24.58	67.89	71.74
	(b) Other Income	30.23	(91.22)	93.53	31.99	147.07
	Total Income	78.84	(86.26)	118.10	99.88	218.81
2	Expenses					
	(a) Cost of Sales	5.36	0.84	9.42	10.38	41.00
	(b) Changes in inventories of finished goods, work-in progress and stock-in-trade	45.01		-	45.01	-
	(c) Subcontracting Expenses	1.08	1.46	1.18	4.45	6.62
	(d) Employee benefits expense	1.82	1.81	2.43	7.30	8.77
	(e) Finance Costs	306.39	303.59	275.03	1,193.83	1,129.29
	(f) Depreciation & amortization	0.56	0.51	0.50	2.11	1.86
	(g) Other expenses	(82.71)	137.05	591.13	62.68	600.17
	Total Expenses	277.51	445.26	879.70	1,325.76	1,787.71
3	Profit/(Loss) before exceptional items and tax	(198.67)	(531.50)	(761.60)	(1,225.88)	(1,568.90)
4	Exceptional items (Income) / Expense	4.24	(0.00)	-	(2.27)	15.00
5	Profit / (loss) before share of (profit)/loss of associates and joint ventures and tax	(202.91)	(531.50)	(761.60)	(1,223.61)	(1,583.90)
6	Share of profit / (loss) of associates and joint ventures	(0.08)		0.86	(0.08)	0.86
7	Profit / (Loss) before tax	(202.99)	(531.50)	(760.73)	(1,223.69)	(1,583.04)
8	Tax expenses					
	Current Tax	-	-		-	-
	(Excess) / Short Provision of Earlier years	0.04	-	384.27	0.04	384.27
	Deferred Tax Liability / (asset)	(31.83)	0.15	0.74	(31.39)	1.25
	Total tax expenses	(31.79)	0.15	385.01	(31.35)	385.52
9	Profit after tax for the period	(171.20)	(531.65)	(1,145.74)	(1,192.34)	(1,968.56)
10	Other Comprehensive Income:					
	Items that will not be reclassified to profit or loss:					
	- Remeasurements of the defined benefit plans [net of tax if any]	(0.03)	0.01	0.02	0.03	(0.11)
	- Net gain/ (loss) on fair value of equity instruments through OCI [net of tax if any]	(5.17)	17.99		8.61	(114.50)
	Items that will be reclassified to profit or loss					-
	- Exchange differences through OCI	(117.10)	154.20	42.32	(75.87)	(33.56)
	Other Comprehensive Income for the year	(122.30)	172.20	42.34	(67.23)	(148.17)
11	Total Comprehensive Income / (Loss) For The Period	(293.50)	(359.45)	(1,103.39)	(1,259.57)	(2,116.73)
12	Profit for the year attributable to:					
	- Owners of the Company	(164.22)	(531.66)	(1,157.04)	(1,185.31)	(1,965.38)
	- Non- Controlling interest	(6.98)	0.01	11.31	(7.03)	(3.18)
13	Other Comprehensive Income attributable to:					
	- Owners of the Company	(122.30)	172.20	42.34	(67.23)	(148.18)
	- Non- Controlling interest	(0.00)	-	0.01	(0.00)	0.01
14	Total Comprehensive Income attributable to:					
	- Owners of the Company	(286.52)	(359.46)	(1,114.71)	(1,252.54)	(2,113.56)
	- Non- Controlling interest	(6.98)	0.01	11.31	(7.03)	(3.17)
15	Paid up Equity Share Capital (Face Value ₹ 2 per Equity share)				74.11	74.11
16	Other Equity				(11,608.03)	(10,355.49)
17	Earnings per equity share					
	Basic/ Dilutive (Rs.) (before exceptional)	(4.34)	(14.41)	(31.37)	(32.20)	(52.88)
	Basic/ Dilutive (Rs.) (after exceptional)	(4.45)	(14.41)	(31.37)	(32.14)	(53.28)
	See accompanying notes to the financial results					

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GAMMON INDIA LIMITED
CIN:L74999MH1922PLC000997
Consolidated Cash Flow Statement For The Year Ended 31 st, March 2025
(All figures are in ₹ in Crores unless otherwise stated)

Particulars	2024-25	2023-24
	Audited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before share of (profit)/loss of associates and joint ventures and tax	(1,223.61)	(1,583.90)
Adjustments for :		
Depreciation	2.11	1.86
Interest Expenses and Other Finance Cost	1,193.83	1,129.29
(Profit) / Loss on Sale of Assets	(0.03)	-
Bad Debt	34.11	19.64
Provision for Doubtful Debts and Advances	-	258.45
Profit on Deconsolidation	-	(97.13)
Exceptional Item	(2.27)	15.00
Foreign Exchange Loss / (Gain)	(22.77)	0.47
Interest Income	(4.26)	(0.53)
Miscellaneous Income	-	(1.81)
Assets W/off	(0.07)	-
Sundry Balances Written off	17.05	3.35
Dividend	(0.06)	-
Reversal of Expected credit loss	(0.16)	-
Provision for Impairment of Investment	0.27	-
Contract Assets Written off	-	281.79
Contract Assets Provided	-	17.56
Sundry Balances Written Back	(1.86)	(45.12)
Operating Profit Before Working Capital Changes	(7.72)	(1.08)
Trade Receivables	(15.63)	(23.07)
Inventories	50.51	6.09
Other financial and non financial Asset	3.66	7.75
Trade Payables and Provision	(7.10)	8.00
Other financial and non financial liabilities	0.95	2.21
CASH GENERATED FROM THE OPERATIONS	24.67	(0.10)
Direct Taxes Paid / (Refund)	1.46	0.77
Net Cash from Operating Activities	23.21	(0.87)
B CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets	-	(0.03)
Sale of Proerty, Plant & Equipment	0.06	-
Other Bank Balance	(4.08)	(1.40)
Dividend Received	0.06	-
Proceeds from sales of investment	0.00	-
Loans (Given)/Repaid to/by Others	0.48	(0.17)
Interest Received	5.14	0.59
Net Cash from Investment Activities	1.66	(1.01)
C CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(0.00)	(0.00)
Repayment of Short term Borrowings	(24.56)	0.00
Net Cash from Financing Activities	(24.56)	(0.00)
NET INCREASE IN CASH AND CASH EQUIVALENTS	0.31	(1.89)
Opening Balance	0.41	2.30
Closing Balance	0.72	0.41
NET INCREASE IN CASH AND CASH EQUIVALENTS	0.31	(1.89)
Components of Cash and Cash Equivalents		
Cash on Hand	0.02	0.00
Balances with Bank	0.70	0.41
Total Balance	0.72	0.41

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Notes:

1. The Consolidated Financial Results for the quarter and year ended March 31, 2025 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on August 2, 2025 and have been audited by the Statutory Auditors of the Company.
2. Results for the quarter and year ended March 31, 2025 have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rule, 2015 and Companies (Indian Accounting Standards) Amendment Rule, 2016
3. The figures of the quarter ended March 31, 2025 and March 31, 2024 are the balancing figures between the audited figures in respect of the full financial year and unaudited year-to-date figures up to relevant quarter ended December 31, which were subjected to limited review.
4. The auditors have qualified their report in respect of the following matters –
 - a) The Company had evaluated its claims in respect of on-going, completed and/or terminated contracts in the earlier periods which amount to Rs. 30.00 crore as at March 31, 2025 with the help of an independent expert in the field of claims and arbitration who had assessed the likely amount of claims being settled in favour of the Company. The management contends that there is no change in position during the year and the same are due to them and they have a very good chance of realisation
 - b) During the year quarter ended March 31, 2025 some of the lenders have levied penal interest and charges on the Holding Company's banking facilities of Rs 124.97 Crores. Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores up to March 31, 2025. The management is disputing the same and has not accepted the debit of excess penal interest and charges in its books. They have also requested the lenders to reverse the same. In the resolution plan which is approved by two lenders, this amount is likely to be reversed, and the resolution plan does not consider the Company liability to pay this.
5. In furtherance to the recommendation of the Dispute Resolution Board (DRB) and Arbitration Awards in the Company's favour, the Company has recognized income to the extent of Rs. 225.64 Crore in the previous years, which is part of Non Current Trade Receivable. The Company contends that such awards have reached finality for the determination of the amounts of such claims and are reasonably confident of recovery of such claims although the client has moved the court to set aside the awards. Considering the fact that the Company has received favorable awards from the DRB and the Arbitration Tribunal, the management is reasonably certain that the awards will get favorable verdict from the courts.

6. The auditors of one subsidiary Ansaldo Caldaie Boilers India Limited (ACBI) of the Company have qualified their audit report which is being replicated by the Group auditor as follows

- a) The Company has received Share Application Money of Rs.16.64 Crores from M/s. Ansaldo Caldaie S.P.A for further allotment of shares which were to be issued on terms and conditions decided by the Board. However, the Company has neither made the allotment of shares nor refunded the money as per the regulations and provisions of The Companies Act, 2013 and Reserve Bank of India. The RBI vide its letter dated August 16, 2018 has asked the Company to refund the money. The Company has replied to RBI asking them to reconsider their directive due to various operational issues. RBI has not responded on the matter till date. The Company has not given any effects to the RBI directive and has disclosed the same as Current Liabilities.

7. Material Uncertainty Relating to Going Concern

a) Holding Company

The Company's operations have been affected in the last few years by various factors including liquidity crunch, unavailability of resources on timely basis, delays in execution of projects, delays in land acquisition, operational issues etc. The Company's overseas operations are characterized due to weak order booking, paucity of working capital and uncertain business environment. Also the Company's current liabilities exceed the current assets by Rs 12,549.34 Crore as at March 31, 2025. It only increased further in the quarter. The facilities of the Company with the Secured lenders are presently marked as NPA since June 2017. The liquidity crunch has resulted in several winding up petitions being filed against the Company by various stakeholders for recovery of the debts which the Company has been settling as per the mutually agreed repayment terms. The liquidity crunch is affecting the Company's operation with increasing severity. The Secured lenders have recalled the various facilities, initiated recovery suits in the Debt Recovery Tribunals as well as filing a winding up petition with the National Company Law Tribunal, Mumbai bench under the Insolvency and Bankruptcy code.

The Company has been making every effort in settling the outstanding Lenders dues.

The Companies Proposal for restructuring has undergone multiple iterations with many of the lenders approving while others not according to their approval.

The Company presently has submitted a revised proposal to the lead bankers on the strength of a prospective investor, whose restructuring proposal is under consideration by the lenders. The lenders are not able to reach a consensus due to which there is hardly any progress in the matter from the lenders end to mitigate the uncertainty related to going concern.

The Management is hopeful for a resolution in the matter for which a joint lender meeting is planned in the near future. Therefore, the management continues to believe that going concern assumption is intact albeit with uncertainty in the area of acceptance by the lenders.

The company has received various a notice from Union Bank of India (assigned to Omkara Assets Reconstruction Private Limited in the current year) and Punjab National Bank under the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002, taking over the possession of the Gammon House property including the land appurtenant to it. The company has been restrained from parting with the rights over the said property. The total demand raised by this notice is Rs. 1136.71 Cr.

The management is hopeful of obtaining approval of all the lenders to the above plan and execute documents accordingly and maintain its going concern status and to that effect is continuously engaged with the lenders for a solution.

Therefore, in the view of the management the going concern assumption of GIL is intact and these financials are prepared on a going concern basis. The above action plan of the Company for repaying the debts and servicing the same including the necessary value of the balance stake being available and realisation of the claim amounts filed by the Company, monetisation of the stake sale of investments and also the acceptance of the resolution proposal by the lenders is exposed to material uncertainties which may affect the going concern assumption.

B) Subsidiary Companies

The Auditors of Gammon Holdings B.V, Gammon International B.V, Pvan EERD Beheersmaatschappij B.V, ATSL Holdings B.V and Gammon Holding Mauritius Limited (GHML) in the financial statements have carried material uncertainty related to going concern references arising out of current liabilities in excess of current assets, substantial erosion of net worth and the parent company restructuring plan which are pending approval.

8. On account of the company being marked as non-performing assets by the lenders no interest has been debited by majority of the lenders. The company has made provision for interest on the basis of the last sanction and last revision of terms. Therefore, the loan balances and finance cost are subject to confirmation and consequent reconciliation, if any.
9. Following Joint ventures are not consolidated
 - i. M/s Campo Puma Oriente S.A, Panama, a Joint Venture of the Company whose financials statement post December 31, 2019 are not available for consolidation, and the last audited financial statements was available till December 31, 2012, and the management accounts was available till December 31, 2019.

- ii. M/s Gammon OJSC Mosmetrostroy, a Joint Venture of the group. whose unaudited financial statement for past three years has been incorporated in these consolidated financial statements however the same are not audited for the last three years (Mar 2021 to Mar 2023). For previous year ended march 31, 2024 and for Current Financial year ended March 2025 no financials statement available and hence it is not consolidated.

10. The Group is engaged mainly in “Construction and Engineering” segment. The Group also has “Real Estate Development” as other segments. Disclosure of separate segment reporting as required by Ind AS 108 – Operating Segment is given in Annexure 1.

11. The Exceptional (Income) / Expenses include the following

(Rs. In Crore)

Particulars	Quarter Ended			Year Ended	
	March 31, 2025	December 31, 2024	March 31, 2024	March 31, 2025	March 31, 2024
Loans and other balance written off (net)	-	-	-	-	15.00
Reversal/ (write off) of provision for GACTEL	4.24	-	-	4.24	-
Provision and Reversal of GIFZE	-	-	-	-	-
Reversal of Provision for Impairment in GPL	-	-	-	(6.51)	-
Total	4.24	-	-	(2.27)	15.00

- i) During the previous year Gactel Turnkeys Projects Limited has received order from Hon’ble NCLT Mumbai branch vide Order CB(1B) -1797/MB/2018 dated 27th March 2024 and initiated Corporate Insolvency Resolution Process(CIRP) in respect of the subsidiary company. Since then the management of the company has been transferred from the Board of Directors to an Interim Resolution professional to manage the company. Recently NCLT vide order pronounced on April, 24, 2025 has issued the schedule of amount payable to their creditors in which Rs. 95,979 is allotted to Gammon India Limited as operational creditors. In view of the said order the entire exposure of Gactel has been written off amounting to Rs. 261.47 Crores (Loan Rs. 232.59 Crores, Interest Rs. 1.40 Crores, Investment Rs. 19.59 Crores and Trade Receivable Rs. 7.89 Crores) and the provision created in earlier years is reversed amounting to Rs. 257.23 Crores (Loan Rs. 228.33 Crores, Interest Rs. 1.40 Crores, Investment Rs. 19.59 Crores and Trade Receivable Rs. 7.90 Crores) as an exceptional item.

Annexure 1
Segment Reporting

Particulars	Quarter Ended			Year Ended	
	31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
Segment Revenue	-	-		-	
External Turnover	-	-		-	
Real Estate Business	45.00	-	1.79	45.00	18.00
Construction & Engineering	3.61	4.98	22.78	22.89	53.74
	-	-		-	
Interest Expenses	-	-		-	
Real Estate Business	(0.00)	-	(23.36)	0.00	12.62
Construction & Engineering	306.39	303.59	298.41	1,193.83	1,116.67
	-	-		-	
Interest Income	-	-		-	
Real Estate Business	-	-	0.00	-	0.00
Construction & Engineering	3.96	0.10	0.37	4.26	0.53
	-	-		-	
Segment Results - Profit Before Tax	-	-		-	
Real Estate Business	(0.02)	(0.01)	69.90	(0.05)	32.76
Construction & Engineering	(202.97)	(531.49)	(830.63)	(1,223.65)	(1,615.80)
Profit Before Tax	(202.99)	(531.50)	(760.73)	(1,223.69)	(1,583.04)
Taxes	(31.79)	0.15	385.00	(31.35)	385.52
Profit after Tax	(171.20)	(531.65)	(1,145.74)	(1,192.34)	(1,968.56)
Other Information					
Depreciation					
Real Estate Business	-	-	(0.00)	-	0.01
Construction & Engineering	0.56	0.51	0.51	2.11	1.85
Segment Assets	-	-	-	-	
Real Estate Business	112.87	137.93	137.70	112.87	137.70
Construction & Engineering	1,006.48	1,024.90	1,095.71	1,006.48	1,095.71
Segment Liabilities	-	-	-	-	
Real Estate Business	115.41	140.41	140.16	115.41	140.16
Construction & Engineering	12,657.97	12,382.96	11,487.71	12,657.97	11,487.71

ANNEXURE I

Statement on Impact of Audit Qualifications
(for audit report with modified opinion) submitted along-with
Annual Audited Financial Results (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year Ended March 31, 2025 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sr. no.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover/Total Income	99.89	99.89
	2	Total Expenditure	1,323.50	1,323.50
	3	Net Profit/(loss)	(1,192.34)	(1,192.34)
	4	Earnings Per Share- Before exceptional	(32.20)	(32.20)
	5	Earnings Per Share- After Exceptional	(32.14)	(32.14)
	6	Total Assets	1,119.35	1,119.35
	7	Total Liabilities	12.773.38	12.773.38
	8	Net Worth	(11,533.92)	(11,654.04)
	9	Any Other Financial Item	-	-
II.	Audit Qualification (each audit qualification separately):			
1	a. Details of Audit Qualification:	<p>We invite attention to note no. 9(a) of the financial statement, where the Company has during the year evaluated its existing claims in respect of on-going, completed and terminated contracts recognised in the earlier periods. Based on opinion of independent expert in the field of claims and arbitration who had assessed the likely number of claims being settled in favour of the Company, the Company has retained amounts of Rs. 30.00 crore as at March 31, 2025, as good and receivable.</p> <p>In respect of the above claims , due to prolonged elapse of time and non-crystallization of matter with the counterpart, we are unable to comment upon the amounts recognised, its realisation and the consequent effect on the financial statements for the year ended March 31, 2025.</p>		
	b. Type of Audit Qualification: Qualified Opinion			
	c. Frequency of qualification: 10th Time in Audited Accounts			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable		
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification:	<p>The management believes that they have a strong case for the claim lodged against the client. This has been validated by an independent techno legal consultant. The Board therefore has decided to account the claims.</p>		
	(ii) If management is unable to estimate the impact, reasons for the same:	Not Applicable		
	(iii) Auditors' Comments on (i) or (ii) above:	<p>In the absence of confirmation from the client we are unable to comment upon the amounts recognized, its realization and the consequent effect on the financial Statement for the year ended 31st March 2025.</p>		

2.	<p>a. Details of Audit Qualification: We invite attention to note no 28 (i) of the financial statement relating to penal interest and charges of of Rs 124.97 crores (to the extent availability of loan statement) for the current year ended March 31, 2025 charged by the lenders on the Holding Company's facilities. Cumulative amount of such penal interest and charges amounts to Rs. 803.64 Crores (to the extent availability of loan statement) up to March 31, 2025. The same has not been debited to profit and loss account as management is disputing the same and is in discussion with the lenders for reversal of the said penal interest and charges. In the absence of conclusion of the aforesaid discussion and the quantum which will be finally agreed between the Company and the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges which are disclosed as contingent liability in these Consolidated Financial Statements Since the amount of provision to be done is not crystallised the impact of the same is not given in the above table.</p>
	a. Type of Audit Qualification: Qualified Opinion
	b. Frequency of qualification: 7th Time in Audited Accounts
	c. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	d. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: The management is disputing the same and has not accepted the debit of interest in its books. They have also requested the lenders to reverse the charges.
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable
	(iii) Auditors' Comments on (i) or (ii) above In the absence of any confirmation for reversal of charges by the lenders, we are unable to state whether any provision is required to be made against such penal interest and charges.
3	<p>a. Details of Audit Qualification: The Company had received amounts as Share Application Money of Rs.16.64 Cores for further allotment of shares. which were to be issued on terms and conditions to be decided by the Board and in line with the extant regulation of the RBI. The RBI vide its letter dated August 16, 2018 has asked the Company to refund the money. The Company has replied to RBI asking them to reconsider their directive for reasons detailed in the aforesaid note (reproduced in Note 21(i) in Consolidated Financial Statements). The RBI has not responded on the matter till date. The Company has not given any effects to the RBI directive and has disclosed the same as Current Liabilities.</p>
	b. Type of Audit Qualification: Qualified Opinion
	c. Frequency of qualification: 9th Time (RBI matter)
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: The Company has replied to RBI asking them to reconsider their directive for reasons detailed in the note in the financial statements of the entity. The management is expecting positive response on the matter.

	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable	
	(iii) Auditors' Comments on (i) or (ii) above: In the absence of reply from RBI on the matter, we are unable to further comments on the management response	
III.	Signatories:	Signatures
	Chief Financial Officer Mr. Anurag Choudhry	ANURAG LAXMAN CHOUHRY <small>Digitally signed by ANURAG LAXMAN CHOUHRY Date: 2025.08.02 16:18:38 +05'30'</small>
	Executive Director Mr. Sandeep Sheth	SANDEEP RASIKLAL SHETH <small>Digitally signed by SANDEEP RASIKLAL SHETH Date: 2025.08.02 16:09:25 +05'30'</small>
	Chief Executive Officer Mr. Ajit Desai	AJIT BALUBHAI DESAI <small>Digitally signed by AJIT BALUBHAI DESAI Date: 2025.08.02 16:20:43 +05'30'</small>
	Audit Committee Chairman. Mr. Mahendra Shah	Mahendra Ujamshi Shah <small>Digitally signed by Mahendra Ujamshi Shah Date: 2025.08.02 16:25:58 +05'30'</small>
	Auditors For N V C & Associates LLP (Formally Known as Natvarlal Vepari & Co.) Chartered Accountants Firm Registration No. 106971W/W101085 NUZHAT MOHAMMED KHAN <small>Digitally signed by NUZHAT MOHAMMED KHAN DN: c=IN, postalCode=400070, st=MAHARASHTRA, street=sk-1, PLAT NO 54,5TH FLOOR KINARA BUILDING,TAXIMENS COLONY,KURLA M, In=MUMBAI, cn=Personal, serialNumber=S47and7eaf576de0d42741c3a3e76d41132b7af809c6e0ff14479ed48ec0dc2, pseudonym=50c86e777484e919ecdb45f76c1d0c9, 2.5.4.20=a9b9a2747a6de69996a164369f1b17d95, 555a6ed576996a164369f1b17d95, email=NUZHAT@NVC.IN, cn=NUZHAT MOHAMMED KHAN Date: 2025.08.02 17:03:24 +05'30'</small> Nuzhat khan Partner M. No. 124960	
	Place: Mumbai	
	Date: August 2, 2025	