

**QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
(STANDALONE)**

CIN : L31102PN2001PLC016455

PAN : AAACQ0757F

Registered Office & Factory

PLOT NO. L-61, MIDC, KUPWAD, SANGLI 416436

Phone No – Office : 0233 – 2645432

Fax : 0233 - 2645433

ANNUAL AUDITED ACCOUNTS

Financial Year 2024-2025

Assessment Year 2025-2026

Auditors :-

KISHOR GUJAR & ASSOCIATES

Chartered Accountants

Office No.2, 1st Floor, Mahalaxmi Heights,

Next to Bank Of Maharashtra (Pimpri Branch),

Old Mumbai-Pune Highway Pimpri , Pune - 411018.



Independent Auditors Report on the Standalone Financial Statements

To the Members of **Quality Power Electrical Equipments Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **Quality Power Electrical Equipments Limited** (the 'Company'), which comprise the Statement of assets and liabilities as at 31st March 2025, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the statement of cash flows and the Statement of Changes in equity for the year then ended and notes to the financial statements including a summary of material accounting policies and other explanatory information. (hereinafter referred to as "the financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013, as amended (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2025, and its profit including other comprehensive income, its cash flows and changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements 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 Statements under the provisions of the Act 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 is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

Revenue recognition

The Company is in the business of manufacturing and supplying transformers and rectifiers. Revenue is recognized over time using the cost incurred method, as the performance obligations are satisfied continuously. This involves significant judgment in estimating total contract costs and measuring progress toward completion.

Given the complexity and judgment involved in determining the timing and amount of revenue, we considered this area to be a key audit matter. Our audit procedures included testing key controls, evaluating contract terms, assessing cost estimates, and verifying supporting documents for revenue recognized near the year-end.

Our audit procedures included the following:

- Evaluating the Company's revenue recognition policy for compliance with Ind AS 115;
- Testing the design and operating effectiveness of internal controls over revenue recognition;
- Reviewing a sample of contracts to assess whether performance obligations were correctly identified and classified as over time or point in time;
- Assessing the reasonableness of estimated total contract costs used in applying the cost-based input method;
- Verifying supporting documents such as invoices, delivery notes, and shipping terms to confirm timing of revenue recognition for point-in-time sales;
- Performing cut-off testing for revenue transactions recorded near the reporting date;
- Assessing management's evaluation that no significant financing component exists in revenue transactions.



Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Annual report, but does not include the accompanying standalone financial statements and our auditor's report thereon. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management's and Board of Directors' for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the management and Board of Directors are 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 have no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.



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

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

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

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

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.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (the Order) issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on our audit we give in the "Annexure 1" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Statement of assets and liabilities, the Statement of Profit and Loss including Statement of Other comprehensive income, the statement of Cash Flow and Statement of Changes in equity dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015, as amended.
 - e. On the basis of written representations received from the directors as on 31st March 2025, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2025, from being appointed as a director in terms of section 164(2) of the Act.
 - f. The modification arising from the maintenance of the Audit Trail on the accounting software, comprising the application and database are as stated in the paragraph (i) (vi) below on reporting under Rule 11 (g).
 - g. With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statement of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2" of this report.



h. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the managerial remuneration has been paid/ provided by the company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.

i. With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company did not have pending litigations as on Standalone Financial Statement ending date other than disclosed in notes contingent liability.

ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the investor education and Protection Fund by the Company.

iv. (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in aggregate) have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

(v) The Board of Directors has recommended a dividend of ₹1 per equity share of the face value of Rs. 10/- each fully paid-up for the financials year ended 31st March, 2025, subject to the approval of the shareholders at the Annual General Meeting of the Company, which is in accordance with Section 123 of the Act.

The Promoters and Promoters group have waived their right to receive the dividend for the financial year ended 31st March, 2025.



(vi) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is applicable for the financial year ended March 31, 2025. The company has duly preserved such records in compliance with the said provisions.

For **KISHOR GUJAR & ASSOCIATES**

Chartered Accountants

Firm Registration No. - 116747W

Peer Review No.: 014220



CA Javedkhan Saudagar (Partner)

Membership No.: 139006

Place:- Pimpri, Pune:- 411 018

Date: 27th May, 2025

UDIN: 25139006BMIEDN2826



Annexure 1 to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on other legal and regulatory requirements' of our report of even date to the members of QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED.

With reference to the Annexure 1 referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the period ended 31st March 2025, we report the following:

(i) Property, Plant & Equipment and Intangible Assets:

- (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company has maintained proper records showing full particulars of intangible assets;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties as reported in financial statements are held in the name of the company.
- (d) According to the information and explanations to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year;
- (e) According to the information and explanations to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder;

(ii) Inventory

- (a) The management has conducted physical verification of inventory at reasonable intervals during the year, except for goods-in-transit. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records. In respect of goods-in-transit, these have been confirmed from corresponding receipt and/or dispatch inventory records.



(b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters and no material discrepancies have been observed.

(iii) Loans, Investments, Guarantees, Securities and Advances in nature of Loan:

According to the information and explanations to us and on the basis of our examination of the records of the company, the company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

(iv) Loans, Investments, Guarantees and Securities covered under section 185 and 186 of the Companies Act 2013:

The Company has not given any guarantees or security to any entity covered by the provisions of section 185 and section 186 of the Companies Act, 2013. Accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company in respect of section 185 and section 186 of the Companies Act, 2013, pertaining to these transactions. In respect of loans given and investments made to/in subsidiary, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.

(v) Acceptance of Deposits:

The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, the provisions of clause 3 (v) of the Order are not applicable to the Company and hence not commented upon.

(vi) Cost Records:

As required by section 148 (1) of companies Act, Company has maintained cost records relating to business activities carried out by the company as certified by Cost Auditor.

(vii) Payment of Statutory Dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amount deducted /accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other statutory dues have been regularly deposited by the company with appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other statutory dues applicable to the Company, were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to GST, Provident Fund, Employees State Insurance, Income-Tax, Sales Tax, Duty of Customs, Value Added Tax or Cess or other statutory dues which have not been deposited on account of any dispute.



(viii) Unrecorded Income:

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) Repayment of Borrowings:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not been declared a wilful defaulter by any bank or financial institution or government or government authority;

(c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term purposes by the Company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, as defined in the Act. The Company does not hold any investment in any associate or joint venture (as defined in the Act).

(f) According to the information and explanations given to us and procedure performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies,

(x) Use of money raised through issue of own shares:

(a) In our opinion and according to the information and explanation given to us, monies raised during the year by the Company by way of initial public offer were applied for the purpose for which they were raised, as detailed below:

Amount in Rs. million

Description	Total amount to be utilised net of actual IPO Expenses	Utilised as on March 31, 2025	Unutilized/(Excess utilized) Balance as on March 31, 2025
Payment of the purchase consideration for the acquisition of Mehru Electrical and Mechanical Engineers Private Limited	117.00	117.00	-
Capital Expenditure	27.22	-	27.22
Funding inorganic growth through unidentified acquisitions and other strategic initiatives and General Corporate Purposes	61.17	-	61.17
Issue Related Expenses	19.60	20.07	-0.47
Total	224.99	137.07	87.93



(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period. Accordingly, the provisions of clause 3(x)(b) of the Order are not applicable to the Company and hence not commented upon.

(xi) Fraud:

(a) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by Management, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) According to the information and explanations given by Management, no whistle-blower complaints received during the year by the company;

(xii) Nidhi Companies:

In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.

(xiii) Related Party Transactions:

In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the notes to the financial statements as required by the applicable Accounting Standards.

(xiv) Internal Audit:

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) Non-Cash transactions with Directors:

In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.

(xvi) Registration Under section 45-IA of the Reserve Bank of India Act, 1934:

(a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) and 3(xvi)(b) of the Order are not applicable.

(b) According to the information and explanations given by Management, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year.



Accordingly, clause 3(xvi)b) of the Order is not applicable to the Company and hence not commented upon.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations provided to us during the course of audit, the Group does not have any CICs

(xvii) Cash Losses:

The company has not incurred cash losses in the current and in the immediately preceding financial year.

(xviii) Auditor's resignation:

There has been no resignation of the statutory auditors during the year. Accordingly, the provisions stated under clause 3(xviii) of the Order are not applicable to the Company.

(xix) Financial Position:

According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) CSR Compliance:

In our opinion and according to the information and explanations given to us, The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

For **KISHOR GUJAR & ASSOCIATES**

Chartered Accountants

Firm Registration No. - 116747W

Peer Review No.: 014220

Handwritten signature

CA Javedkhan Saudagar (Partner)

(Membership No.: -139006)

Place:-Pimpri, Pune:- 411 018

Date: 27th May, 2025.

UDIN: 25139006BMIEDN2826



Annexure 2 to the Independent Auditors' Report

Referred to in paragraph 2(f) under the heading 'Report on other legal and regulatory requirements' of our report of even date to the members of QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

Report on the Internal Financial Controls with reference to the aforesaid Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act 2013 ('the Act')

Opinion

We have audited the internal financial controls with reference to Standalone Financial Statements of **QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED** as of March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

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

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Management and Board of Directors' are responsible for establishing and maintaining internal financial controls based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Standalone Financial Statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Standalone Financial Statements was established and maintained and whether such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Standalone Financial Statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to these Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to Standalone Financial Statements

A company's internal financial control with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Standalone Financial Statements includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Standalone Financial Statements

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

For KISHOR GUJAR & ASSOCIATES

Chartered Accountants

Firm Registration No. - 116747W

Peer Review No.: 014220



CA Javedkhan Saudagar (Partner)
(Membership No.: -139006)

Place:-Pimpri, Pune:- 411 018

Date: 27th May, 2025.

UDIN: 25139006BMIEDN2826



QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
REGISTERED OFFICE: Plot No. L - 61, M. I. D. C. Kupwad Block Sangli MH 416436
STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2025

(All amounts are in ₹ Millions, unless otherwise stated)

	Particulars	Note No.	As at 31st March, 2025	As at 31st March, 2024
I.	ASSETS			
(1)	Non - current assets			
(a)	Property, Plant and Equipment	4	348.52	205.82
(b)	Right to use assets	5	3.42	5.13
(c)	Capital Work In Progress	6	0.87	17.27
(d)	Investment property	7	8.15	8.44
(e)	Goodwill		-	-
(f)	Other intangible assets	8	5.23	5.48
(g)	Intangible assets under development		-	-
(h)	Financial assets			
(i)	Investments	9	1,270.88	70.88
(ii)	Loans		-	-
(iii)	Trade receivables		-	-
(iv)	Other financial assets	10	120.15	340.86
(i)	Deferred tax assets (net)	17	39.62	-
(j)	Other non - current assets	11	9.72	120.00
(2)	Current assets			
(a)	Inventories	12	81.78	73.57
(b)	Financial assets		-	-
(i)	Investments		-	-
(ii)	Loans		-	-
(iii)	Trade receivables	13	406.79	163.59
(iv)	Cash and cash equivalents	14	1,007.73	104.97
(v)	Bank balances other than cash and cash equivalents	15	177.76	3.59
(vi)	Other financial assets	16	81.08	156.55
(c)	Current tax assets (net)	18	13.92	21.23
(d)	Other current assets	19	43.63	93.81
(3)	Asset Held for Sale	6a	4.39	-
	Total Assets		3,623.64	1,391.18
II.	EQUITY AND LIABILITIES			
(1)	Equity			
(a)	Equity Share capital	20	774.44	721.50
(b)	Other equity	21	2,556.17	219.41
	Liabilities			
(2)	Non - current liabilities			
(a)	Financial liabilities			
(i)	Borrowings	22	-	-
(ii)	Lease Liabilities	24	2.20	4.21
(iii)	Trade payables			
a)	Total outstanding dues of micro enterprises and small enterprises			
b)	Total outstanding dues of creditors others than micro enterprises and small enterprises			
(iv)	Other Financial Liabilities	25	-	-
(b)	Provisions	26	-	-
(c)	Deferred Tax Liability (net)	17	-	1.01
(d)	Other non-current liabilities	28	-	-
(3)	Current liabilities			
(a)	Financial liabilities			
(i)	Borrowings	22	68.62	219.52
(ii)	Lease Liabilities	24	2.02	1.85
(iii)	Trade payables	23	-	-
a)	Total outstanding dues of micro enterprises and small enterprises		13.41	15.28
b)	Total outstanding dues of creditors others than micro enterprises and small enterprises		130.14	126.96
(iv)	Other financial liabilities	25	1.73	2.17
(b)	Provisions	26	12.68	16.20
(c)	Current tax liabilities (net)	27	-	-
(d)	Other current liabilities	28	62.23	63.07
	Total Equity and Liabilities		3,623.64	1,391.18
	Material accounting policy information and other explanatory information	1,2,3		

The accompanying notes form an integral part of the Standalone financial statements. This is the standalone balance sheet referred to in our report of even date.

For Kishor Gujar & Associates
Chartered Accountants
FRN-116747W
Peer Review No. :- 014220

CA Javedkhan Saudagar
Partner
Membership No. 139006
UDIN : 25139006BMIEDN2826
Place: Pune
Date: 27/05/2025



For and on behalf of the Board of Directors

Thalavaidurai Pandyan Chairman & Managing Director
DIN: 00439782

Deepak Suryavanshi
Company Secretary
PAN: CJKPS206SJ
Place : Sangli

Chitra Pandyan Whole Time Director
DIN: 02602659

Rajesh Jayaraman
Chief Financial Officer
PAN: ABHPR6320E
Date : 27/05/2025

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Plot No. L - 61, M. I. D. C. Kupwad Block Sangli MH 416436

STANDALONE PROFIT AND LOSS ACCOUNT

(All amounts are in ₹ Millions, unless otherwise stated)

	Particulars	Note No.	For the year ended	
			31.03.2025	31.03.2024
I.	Revenue from operations	29	1,524.27	1,296.08
II.	Other income	30	33.02	40.72
III.	Total Income (I+II)		1,557.29	1,336.80
IV.	Expenses:			
	Cost of materials consumed	31a	760.72	814.24
	Purchase of Traded Goods	31b	23.21	-
	Changes in inventories of finished goods, traded goods and work in progress	32	0.00	-
	Employee benefits expense	33	210.35	166.85
	Finance costs	34	14.05	13.99
	Depreciation and amortization expense	35	20.49	19.11
	Other expenses	36	134.03	85.40
	Total expenses		1,162.85	1,099.59
V.	Profit/(loss) before exceptional items and tax		394.44	237.21
	Exceptional items	37	-	0.10
	Profit/(loss) before tax		394.44	237.11
VI.	Tax expense :			
	Current tax		91.00	61.89
	Deferred tax		0.54	(0.22)
	Income tax relating to earlier years		(0.21)	-
			91.33	61.66
VII.	Profit for the year		303.11	175.44
VIII	Other comprehensive income	38		
A	Items that will not be reclassified to profit or loss		-	-
	Remeasurement of the net defined benefit liability/asset		0.29	0.34
	Income tax on items that will not be reclassified to profit or loss		(0.07)	(0.08)
B	Items that will be reclassified to profit or loss		-	-
	Income tax on items that will be reclassified to profit or loss		-	-
	Total other comprehensive income, net of tax		0.21	0.25
IX.	Total comprehensive income for the year		303.32	175.70
X.	Earnings per equity share (Nominal value per share Rs. /-)			
	- Basic (Rs.)		4.17	2.43
	- Diluted (Rs.)		4.17	2.43

Material accounting policy information and other explanatory information 1,2,3

The accompanying notes form an integral part of the Standalone financial statements This is the standalone balance sheet referred to in our report of even date.

For Kishor Gujar & Associates

Chartered Accountants

FRN-116747W

Peer Review No. :- 014220



CA Javedkhan Saudagar

Partner

Membership No. 139006

UDIN : 25139006BMIEDN2826

Place: Pune

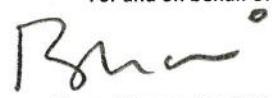
Date: 27/05/2025





Thalavaidurai Pandyan
Chairman & Managing Director
DIN: 00439782


Deepak Suryavanshi
Company Secretary
PAN: CJKPS2065J
Place : Sangli

For and on behalf of the Board of Directors


Bharanidharan Pandyan
Joint Managing Director
DIN: 01298247


Chitra Pandyan
Whole Time Director
DIN: 02602659


Rajesh Jayaraman
Chief Financial Officer
PAN: ABHPR6320E
Date : 27/05/2025

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

STANDALONE STATEMENTS OF CASH FLOWS

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	For the year ended	
	31.03.2025	31.03.2024
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before tax as per Statement of Profit & Loss	394.44	237.10
Adjustment for :		
Depreciation and amortization Expenses	20.49	19.11
Provision for Gratuity	0.78	0.68
Finance Cost	14.05	13.99
Interest on Fixed Deposit	(26.01)	(26.72)
Profit & Loss on sale of PPE	-	-
Operating profit before working capital changes	403.75	244.15
Changes in Operating Assets and Liabilities		
Adjustments for (Increase)/Decrease in operating Assets:		
(Increase)/Decrease in Trade Receivables	(243.20)	55.96
(Increase)/Decrease in Inventory	(8.21)	(20.81)
(Increase)/Decrease in Other Current & Non Current Assets	171.69	(36.51)
Increase/(Decrease) in Trade Payables	1.31	(11.83)
Increase/(Decrease) in Other Current Liabilities	(4.81)	36.49
Cash generated from operations	320.53	267.45
Less:- Income Taxes paid	(83.48)	(83.95)
Net cash flow from operating activities A	237.05	183.50
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of PPE including of CWIP	(28.94)	(110.30)
Sale of PPE	(0.00)	2.41
Advance paid for purchase of fixed Assets	(9.72)	(120.00)
Interest Income	26.01	26.72
Investment in Subsidiary	(1,200.00)	(51.00)
Net cash flow from investing activities B	(1,212.65)	(252.16)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Issue of Share Capital	2,045.14	-
Net Proceeds/(Repayment) of Lease Liability	(2.40)	(2.40)
Net Proceeds/(Repayment) of Short Term Borrowings	(150.89)	168.27
Net Proceeds/(Repayment) of Long Term Borrowings	-	(0.00)
Interest and Finance Cost	(13.50)	(13.99)
Net cash flow from financing activities C	1,878.35	151.89
Net Increase/(Decrease) In Cash & Cash Equivalents (A+B+C)	902.75	83.22
Cash equivalents at the beginning of the year	104.97	21.75
Exchange difference of foreign currency Cash and Cash equivalents		
Cash equivalents at the end of the year	1,007.73	104.97

Material accounting policy information and other explanatory information: Refer Note 1,2,3

The accompanying notes form an integral part of the Standalone financial statements This is the standalone balance sheet referred to in our report of even date.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

Notes:-

1. The Cash flow statements has been prepared under the "Indirect Method" as set out in IndAS 7 'Statement of Cash Flow '
2. For the purpose of cash flow cash and cash equivalents comprise:-

Component of Cash and Cash equivalents	2024-2025	2023-2024
Cash on hand	0.13	0.18
Balance With banks	997.00	2.25
Other Bank Balance	10.59	102.54
Total	1,007.73	104.97

3. Cash flow from operating activities for the period ended March, 31 2025 is after considering corporate social responsibility expenditure of ₹ 3.50 million, March 31, 2024: ₹ 4.53 million.

As per report of even date
For Kishor Gujar and Associates
Chartered Accountants
Firm's Registration Number - 116747W
Peer Review No. :- 014220

[Signature]

CA Javedkhan Saudagar

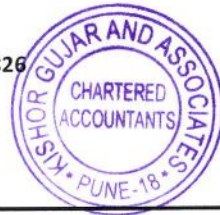
Partner

Membership No. 139006

UDIN : 25139006BMIEDN2826

Place: Pune

Date: 27/05/2025



[Signature]
Thalavaidurai Pandyan
Chairman & Managing Director
DIN: 00439782

For and on behalf of the board
Quality Power Electrical Equipments Limited

[Signature]

Bharanidharan Pandyan
Joint Managing Director
DIN: 01298247

[Signature]

Chitra Pandyan
Whole Time Director
DIN: 02602659

[Signature]
Deepak Suryavanshi
Company Secretary
PAN: CJKPS2065J
Place : Sangli

[Signature]
Rajesh Jayaraman
Chief Financial Officer
PAN: ABHPR6320E
Date : 27/05/2025

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
STANDALONE STATEMENT OF CHANGES IN EQUITY

(A) Equity Share capital

(All amounts are in ₹ Millions, unless otherwise stated)				
PARTICULARS	Balance at the beginning of the year	Changes in Equity Share Capital due to prior period errors	Changes in equity share capital during the year	Balance at the end of the year
March 31, 2025				
Numbers	7,21,50,000	-	52,94,100	7,74,44,100
Amount in INR Millions	721.50	-	52.94	774.44
March 31, 2024				
Numbers	1,500	-	7,21,48,500	7,21,50,000
Amount in INR Millions	1.50	-	720.00	721.50

(B) Other Equity

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	Reserves and Surplus				Total
	General Reserve	Securities Premium	Retained Earnings	Other Comprehensive Income	
Balance as on 01.04.2024	30.00	-	188.59	0.81	219.40
Security premium on issue of shares	-	2,197.05	-	-	2,197.05
Less : Share issue expenses*	-	(204.86)	-	-	(204.86)
Deferred Tax Provision	-	-	41.25	-	41.25
Profit for the period	-	-	303.11	-	303.11
Bonus Shares issued	-	-	-	-	-
Other Comprehensive Income	-	-	-	0.21	0.21
Total	30.00	1,992.20	532.95	1.02	2,556.17
As at March 31, 2025	30.00	1,992.20	532.95	1.02	2,556.17



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

Director

Balance as on 01.04.2023					
Profit for the period	30.00	-	733.15	0.56	763.71
Bonus Shares issued	-	-	175.44	-	175.44
Other Comprehensive Income	-	-	(720.00)	-	(720.00)
Total	30.00	-	188.60	0.25	0.25
As at March 31,2024	30.00	-	188.60	0.81	219.41

* includes ROC expense for increase in share capital of Rs. 9.58 millions.

Material accounting policy information and other explanatory information: 2

The accompanying notes form an integral part of the Standalone financial statements This is the standalone balance sheet referred to in our report of even date.

Nature and purpose of reserve:

General reserve General reserve is free reserve available for distribution as recommended by Board in accordance with requirements of the Companies Act, 2013. Mandatory transfer to general reserve is not required under the Companies Act, 2013.

Retained earnings Retained earnings is a free reserve. This is the accumulated profit earned by the Company till date, less transfer to general reserve, dividend and other distributions made to the shareholders.

Securities premium : Securities premium represents the premium received on the issue of shares. The reserve is to be utilised in accordance with the provisions of Companies Act, 2013.

As per report of even date

For Kishor Gujar and Associates

Chartered Accountants

FRN-116747W

Peer Review No. :- 014220

[Signature]

CA Javedkhan Saudagar
Partner

Membership No. 139006

UDIN : 25139006BMIEDN2826

Place: Pune

Date: 27/05/2025



[Signature]
Tharavaiduram Pandyan
Chairman & Managing Director
DIN: 00439782

For and on behalf of the board
Quality Power Electrical Equipments Limited

[Signature]
Bharanidharan Pandyan
Joint Managing Director
DIN: 01298247

[Signature]
Chitra Pandyan
Whole Time Director
DIN: 02602659

[Signature]
Deepak Suryavanshi
Company Secretary
PAN: CJKPS2065J

[Signature]
Rajesh Jayaraman
Chief Financial Officer
PAN: ABHPR6320E

Date : 27/05/2025

Place : Sangli

CIN : L31102PN2001PLC016455

4. PROPERTY PLANT AND EQUIPMENTS

4. PROPERTY PLANT AND EQUIPMENTS

(All amounts are in ₹ Millions, unless otherwise stated)

Description	Land*	Factory Buildings	Plant & Machinery	Vehicle	Computer	Other Assets	Total
GROSS CARRYING VALUE							
Balance as at 1 April 2023	36.00	53.02	25.98	9.17	1.99	25.24	151.40
Additions during the year	73.98	-	20.16	-	0.88	-	96.81
Disposals during the year	-	-	-	2.28	-	0.13	2.41
Adjustments	-	-	-	-	-	-	-
Balance as at 1 April 2024	109.98	53.02	46.14	6.88	2.87	26.90	245.79
Additions during the year	132.14	12.20	6.73	-	1.13	6.76	158.96
Disposals during the year	-	-	0.00	-	-	-	0.00
Adjustments	-	-	-	-	-	-	-
Balance as at 31 March, 2025	242.11	65.22	52.88	6.88	4.00	33.66	404.75
Accumulated Depreciation & Impairment Loss							
Balance as at 1 April 2023	-	7.67	7.01	4.54	0.82	7.28	27.31
Depreciation for the year	-	3.47	5.72	1.26	0.70	3.77	14.92
Impairments for the year	-	-	-	-	-	-	-
Disposals during the year	-	-	-	2.17	-	0.09	2.26
Balance as at 1 April 2024	-	11.14	12.73	3.63	1.52	10.95	39.98
Depreciation for the year	1.11	3.45	6.78	0.70	0.82	3.39	16.25
Impairments for the year	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-
Balance as at 31 March 2025	1.11	14.58	19.52	4.33	2.34	14.35	56.23
Net carrying amount As at 31st March, 2025							
Net carrying amount As at 31st March, 2025	241.01	50.63	33.36	2.56	1.65	19.31	348.52
Net carrying amount As at 31st March, 2024							
Net carrying amount As at 31st March, 2024	109.98	41.88	33.41	3.25	1.35	15.95	205.82

* Land includes Leasehold Land

NOTES:

NOTES:

i) On 1st April 2021, i.e. the date of transition to IND AS, the Company has opted to continue with carrying value of all property Plant & Equipments measured as per the previous GAAP and use that carrying value as the deemed cost of Property Plant and equipments.

ii) Property, Plant and Equipment pledged as security against borrowing of the Company.

Refer to Note 22 for Information on Property, Plant and Equipment pledged as security by the Company.

iii) No revaluation has been done during the year with respect to Property, Plant & Equipment

iv) No asset acquired or transferred as part of business acquisition.

v) Refer note no.2 for material accounting policy of Property, Plant & Equipment

vi). Title Deed not held in the name of the Company

Relevant Line Item in Balance Sheet	Description of item of Property	Gross Carrying value	Title Deed held in the name of	Whether Title Deed Holder is a promoter, director or relative of promoter*/director or employee of promoter/director	Property Held since which Date	Reasons for not being held in the name of the company



NIL

Director

Director

5. RIGHT OF USE ASSETS

(All amounts are in ₹ Millions, unless otherwise stated)

Description	31st March 2025	31st March 2024
GROSS CARRYING VALUE		
Opening balance beginning of Year	11.97	11.97
Additions during the year	-	-
Disposals during the year	-	-
Closing Balance at end of the year	11.97	11.97
Accumulated Amortisation & Impairment Loss		
Opening balance beginning of Year	6.84	5.13
Amortisation for the year	1.71	1.71
Impairments for the year	-	-
Disposals during the year	-	-
Closing Balance at end of the year	8.55	6.84
Net carrying amount as at 31 March 2025	3.42	5.13
Net carrying amount as at 31 March 2024	5.13	6.84

NOTES:

1. Company has not revalued Rights of use assets during the year.
2. The company has entered into lease agreements for Machinery on lease. The lease arrangements are of 8 years on an average and are usually renewable by mutual consent on mutually agreeable terms.
3. The Company does not Face a significant liquidity risk with regard to its lease liabilities, as the current assets are sufficient to meet the obligations related to lease liabilities as an when they fall due.
4. The incremental borrowing rate applied to the lease liabilities for the lessee. The aggregate Depreciation expense on ROU asset is included under depreciation and amortisation in statement of Profit and loss.
5. The Following are the amounts recognised in statement of profit and loss:

Particulars	31st March 2025	31st March 2024
1. Depreciation expenses of Rou (Note No. 35)	1.71	1.71
2. Interest Expenses on Lease Liabilities (Note No. 34)	0.55	0.71
3. Expenses relating to short term leases (leases term less than 12 Months) and low value assets (included in other expenses)	1.20	1.20
Total	3.46	3.62



For Quality Power Electrical Equipments Ltd.

[Signature]

Director

[Signature]

Director

[Signature]

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements

6. CAPITAL WORK IN PROGRESS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025	As at 31st March, 2024
Opening Capital Work-in-Progress	17.27	5.00
Add: Additions during the year	-	12.58
Less: Capitalised during the year	12.01	0.31
Less: Classified as held for sale	4.39	-
Closing Capital Work-in-Progress	0.87	17.27
Projects Work in Progress		
- less than 1 years	0.87	12.58
- 1 year to 2 years	-	4.69
- 2 year to 3 years	-	-
- More than 3 years	-	-
	0.87	17.27
	-	-

1.) The company annually modulates Project execution plans on the basis of various economic and regulatory developments and all the projects are executed as per the rolling annual plans and annual capex budget.

2.) There are no projects in progress whose completion is overdue or has exceeded its cost compared to its original plan.

6a. Asset Held for Sale

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025	As at 31st March, 2024
Asset Held for Sale	4.39	-
	4.39	-

During the year company committed to plan to sell Plant & machinery, accordingly the asset has been classified from capital work in progress to asset held for sales.

7. INVESTMENT PROPERTIES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025	As at 31st March, 2024
Gross Block	10.92	10.92
Additions during the year	-	-
Disposals during the year	-	-
Closing balance	10.92	10.92
Accumulated Ammortisation & Impairment Loss		
Opening balance	2.49	2.20
Depreciation	0.28	0.28
Disposals during the year	-	-
Closing balance	2.77	2.49
Net Block	8.15	8.44

INVESTMENT PROPERTIES (Measured at Cost)

a. As at 31st March 2025, The fair value of the company's investment properties at the end of the year have been determined on the basis of valuation carried out by the management based on the transacted prices near the end of the year in the location and category of the properties being valued at Rs. 37.86 Millions.

b. During the year, the company carried out a review of the recoverable amount of investment properties. As a result, there were no allowances for impairment required for these properties.

c. The Company has earned a rental Income of Rs. 6.00 million for March, 2025, Rs. 6.00 million for March, 2024.

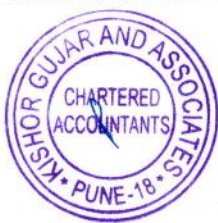
8. INTANGIBLE ASSETS.

(All amounts are in ₹ Millions, unless otherwise stated)

Description	Softwares	Technical know how	Total
GROSS CARRYING VALUE			
Balance as at 1 April 2023	2.36	5.49	7.85
Additions during the year	1.22	-	1.22
Disposals during the year	-	-	-
Balance as at 1 April 2024	3.59	5.49	9.07
Additions during the year	1.10	0.90	2.00
Disposals during the year	-	-	-
Balance as at 31 March, 2025	4.69	6.39	11.08
Accumulated Depreciation & Impairment Loss			
Balance as at 1 April 2023	1.00	0.40	1.40
Depreciation for the year	0.19	2.00	2.19
Impairments for the year	-	-	-
Disposals during the year	-	-	-
Balance as at 1 April 2024	1.19	2.40	3.59
Depreciation for the year	0.78	1.48	2.25
Impairments for the year	-	-	-
Disposals during the year	-	-	-
Balance as at 31 March 2025	1.97	3.88	5.84
Net carrying amount as at 31 March, 2025	2.72	2.51	5.23
Net carrying amount as at 31 March 2024	2.39	3.09	5.48

i) The company does not have any intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.

ii) No revaluation has been done during the year with respect to Intangible Asset.



For Quality Power Electrical Equipments Ltd.
[Signature]
 Director

[Signature]
 Director

[Signature]

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

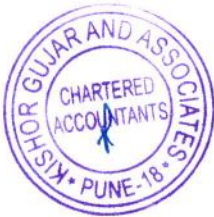
Notes Forming part of Standalone Financial Statements

9. NON CURRENT INVESTMENTS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	Face value	Number of Shares/units	As at 31st March, 2025	Number of Shares/units	As at 31st March, 2024
(1) Designated at fair value through profit or loss:					
(i) Quoted					
(a) In equity shares of Companies Fully paid up :				-	-
(b) In units of mutual fund				-	-
(2) Investment carried at cost					
(i) Unquoted				-	-
(a) In equity shares of Subsidiary Companies Fully paid up :					
Quality Power Engineering Projects Pvt. Ltd	10.00	1,27,500	52.28	1,27,500	52.28
S&S Transformers & Accessories Pvt. Ltd	100.00	2,00,000	18.60	2,00,000	18.60
* Mehru Electricals & Mechanical engineers Pvt Ltd	10.00	5,22,750	1,200.00	-	-
			1,270.88		70.88

* On 6th March 2025, Quality Power Electrical Equipments Limited has utilised IPO proceeds of Rs.120 Crores (an advance of Rs.3Cr was paid on 23/05/2024 and balance amount of Rs.117/- Crs was paid on 06/03/2025) (Out of total IPO proceeds from fresh issue of Rs. 225 crores) for acquiring 51% of the equity shares of Mehru Electrical & Mechanical Engineers Private Limited. The acquisition meets as a business combination under Indian Accounting Standard (Ind AS) 103 - Business Combinations. In accordance with Ind AS 27 - Separate Financial Statements, the investment in Mehru Electrical & Mechanical Engineers Private Limited has been recognised at cost in these separate financial statements. Consequently, Mehru Electrical & Mechanical Engineers Private Limited has been classified as a subsidiary of the Company from the date of acquisition, i.e., 6th March 2025.



For Quality Power Electrical Equipments Ltd.

Randya
Director

Rana
Director

Chh

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements

10. OTHER FINANCIAL ASSETS: (NON CURRENT)

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Unsecured considered good (unless otherwise stated)				
Security deposits	2.94		1.28	
Fixed deposits with banks with maturity period of more than 12 months	117.21	120.15	339.58	340.86
		120.15		340.86

11. OTHER NON CURRENT ASSETS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Capital advances*	9.71		120.00	
Advance other than capital advance	-		-	
Income Tax refundable		9.71		120.00
		9.71		120.00

*Capital advances include advance given for Purchase of factory equipments & Machinery.

12. INVENTORIES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Raw materials	81.78		73.57	
Raw materials in transit	-		-	
Stock-in-trade	-		-	
Stores, spares and packing materials	-		-	
Work-in-progress	-		-	
Finished goods	0.00	81.78	-	73.57
		81.78		73.57

a. Inventories are valued at lower of cost or net realisable value.

b. For detailed information refer Material accounting policies Note 2

13. TRADE RECEIVABLES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Non-current				
Unsecured, considered doubtful				
Credit impaired				
Less: Allowance for credit impairment*				
Total				
Current				
Unsecured, considered Good	407.78		165.10	
Less: Allowance for credit impairment	0.98		1.51	
Total		406.79		163.59

a. Amount of Trade Receivables as at the year end reflects net of provisions.

b. For Security/Hypothecation, refer Note 22.

TRADE RECEIVABLES AGEING SCHEDULE

As at 31st March, 2025	Undisputed trade receivables – considered good	Undisputed trade receivable – credit impaired	Disputed trade receivables – considered good	Disputed trade receivable – credit impaired	Total
Undisputed, considered good	-	-	-	-	-
- not due	266.31	-	-	-	266.31
- less than 6 months	122.23	-	-	-	122.23
- 6 months to 1 year	12.03	-	-	-	12.03
- 1 year to 2 years	4.54	-	-	-	4.54
- 2 year to 3 years	0.78	-	-	-	0.78
- More than 3 years	1.88	-	-	-	1.88
Sub total	407.78	-	-	-	407.78
Less: Allowance for credit impairment					0.98
Total					406.79

As at 31st March, 2024	Undisputed trade receivables – considered good	Undisputed trade receivable – credit impaired	Disputed trade receivables – considered good	Disputed trade receivable – credit impaired	Total
Undisputed, considered good					
- not due	101.15	-	-	-	101.15
- less than 6 months	26.74	-	-	-	26.74
- 6 months to 1 year	27.10	-	-	-	27.10
- 1 year to 2 years	5.81	-	-	-	5.81
- 2 year to 3 years	1.88	-	-	-	1.88
- More than 3 years	2.42	-	-	-	2.42
Sub total	165.10	-	-	-	165.10
Less: Allowance for credit impairment					1.51
Total					163.59



For Quality Power Electrical Equipments Ltd.

Randge
Director

Bh...
Director

Ch...

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements

14. CASH AND CASH EQUIVALENTS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Balances with banks				
In current accounts	997.00		2.25	
Fixed deposits with original maturity of less than 3 months	10.59		102.54	
Cash on hand	0.13	1,007.73	0.18	104.97
		1,007.73		104.97

15. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Fixed deposits with banks				
with original maturity for more than 3 months but less than 12 months	177.76		2.35	
Margin money deposit	-		1.24	
		177.76		3.59
		177.76		3.59

-Principal amount of Fixed Deposits with banks can be withdrawn or an equivalent amount can be availed against such deposits by the company at any point of time without prior notice or penalty.

16. OTHER FINANCIAL ASSETS (CURRENT)

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Contract Assets	81.08		156.54	
Interest Accrued But Not Due	-	81.08	0.01	156.55
		81.08		156.55

17. INCOME TAX

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Deferred Tax Asset relates to the following				
Expense deductible in the future years	41.25		-	-
Remeasurement of Post employment benefit obligations	-		0.11	
Provisions, allowances for doubtful receivables and others	0.25		-	
Lease Liability	0.20		0.23	
Others	-		-	
Total Deferred Tax Assets		41.70		0.35
Deferred Tax Liability relates to the following				
Non Current Assets(Depreciation&Amortization)	1.32		1.36	
Remeasurement of Post employment benefit obligations	0.76			
Others	-			1.36
Total Deferred Tax (Assets)/Liabilities		(39.62)		1.01

Movement in deferred tax liabilities/Assets

PARTICULARS	As at 31st March, 2025		As at 31st March, 2024	
Opening Balance as at April 1				
Tax Income / (Expense) during the period recognised in Profit or loss		0.54		(0.22)
Tax Income / (Expense) during the period recognised in OCI		(0.07)		(0.08)
Closing Balance as at March 31	-	0.61	-	(0.14)

The company offsets taxes and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and deferred tax asset and deferred tax liability relate to income tax levied by the same tax authority.

Major Components of Income Tax expense for the year ended March 31, 2025, year ended March 31, 2024, are as follows:

i. Income Tax recognised in profit or loss

PARTICULARS	As at 31st March, 2025		As at 31st March, 2024	
Current Income Tax charge		91.00		61.89
Income tax relating to earlier years		(0.21)		-
Deferred Tax		0.54		(0.22)
Income Tax expense recognised in profit or loss	-	91.33	-	61.66

ii. Income Tax recognised in OCI

PARTICULARS	As at 31st March, 2025		As at 31st March, 2024	
Net loss/(gain) on remeasurements of defined benefit plan		(0.07)		(0.08)
Income Tax expense recognised in OCI	-	(0.07)		(0.08)



For Quality Power Electrical Equipments Ltd.
[Signature]
Director

[Signature]
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements

Reconciliation of Tax expense and accounting profit multiplied by Income Tax rate for March 31,2025; March 31,2024.

PARTICULARS	As at 31st March, 2025		As at 31st March, 2024	
Profit before Tax from continuing operation		394.44		237.11
Profit before Tax from discontinuing operation				-
Accounting Profit before Income Tax		394.44		237.11
Enacted Tax rate in India		25.17%		25.17%
Income Tax on Accounting Profit		99.28		59.68
Effect of Tax on				
Net Disallowed Depreciation		0.72		0.45
Non Deductible Expenses		2.48		1.47
Deductible Expenses		(12.10)		(0.18)
Deferred tax		0.54		0.24
Income tax relating to earlier years		(0.21)		-
Excess tax Provision		0.62		0.01
Tax expense recognised during the year		91.33		61.67
Tax at effective Income Tax rate		23.15%		26.01%

18. CURRENT TAX ASSETS (NET)

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025	As at 31st March, 2024	
Income Tax	13.92		
Net of Income tax		21.23	21.23
	13.92		21.23

19. OTHER CURRENT ASSETS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Unsecured considered good (unless otherwise stated)				
Other Loans & Advances				
Advance to Suppliers & Others	3.73		9.39	
Loans and advances to employees	0.54		0.26	
Balance with Government Authorities	18.67		37.79	
Employee Benefit Plan	3.00		2.37	
* -Others	17.69		44.00	
		43.63		93.81
		43.63		93.81

*Others include Prepaid Expenses and Export Incentive Receivables



For Quality Power Electrical Equipments Ltd.

 Director

Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)**20. SHARE CAPITAL**

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
	No. of shares	Amount	No. of shares	Amount
(a) Authorised				
Equity shares of par value Rs 1000/- each at the beginning of the year	-	-	1,500	1.50
Increase/(decrease) during the year	-	-	9,99,98,500	998.50
Equity shares of par value Rs.10/- each	10,00,00,000	1,000.00	-	-
	10,00,00,000	1,000.00	10,00,00,000	1,000.00
(b) Issued, subscribed and fully paid up				
Equity shares of par value Rs 10/- each at the beginning of the year	7,21,50,000	721.50	-	-
Shares issued during the year	52,94,100	52.94	-	-
At the end of the year	7,74,44,100	774.44	-	-
Equity shares of par value Rs 1000/- each at the beginning of the year	-	-	1,500	1.50
Share split during the year	-	-	1,48,500	-
Bonus Issued during the period	-	-	7,20,00,000	720.00
At the end of the year	7,74,44,100	774.44	7,21,50,000	721.50

Terms/rights attached to equity shares

As on March 31, 2025, the Company has only one class of equity shares having a par value of Rs 10/- per share. Each holder of equity shares is entitled to one vote per share. The holders of Equity Shares are entitled to receive dividends as declared from time to time. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Notes:-

i) The company, at its IPO Committee meeting held on 20th February, 2025 approved allotment of 2,02,04,600 equity shares (a fresh issue of 52,94,100 equity shares and offer for sale of 1,49,10,500 equity shares) of Rs.10 each pursuant to Initial Public Offer at a securities premium of Rs. 415 per equity share under fresh issue. The Equity Shares of the Company were listed on BSE Limited ("BSE") and National Stock Exchange of India limited ("NSE") on 24th february, 2025.

- (c) The aggregate number of equity shares allotted as fully paid up by way of bonus shares in immediately preceding five years ended March 31, 2025 are NIL (previous period of five years ended March 31, 2024: 7,20,00,000)
- (d) Reconciliation of number of shares outstanding at the beginning and end of the year :

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
	No. of shares	Amount	No. of shares	Amount
Outstanding at the beginning of the year	7,21,50,000	721.50	1,500	1.50
Changes during the year	52,94,100	52.94	7,21,48,500	720.00
Outstanding at the end of the year	7,74,44,100	774.44	7,21,50,000	721.50

- (d) Shareholders holding more than 5 % of the equity shares in the Company :

Name of shareholder	As at 31st March, 2025		As at 31st March, 2024	
	No. of shares held	% of holding	No. of shares held	% of holding
Mr. Bharanidharan	2,86,19,480	36.96%	2,86,19,480	39.67%
Mr. P. T. Pandyan	98,60,480	12.73%	2,86,19,480	39.67%
Mrs. Chitra Pandyan*	500	0.00%	1,49,11,040	20.67%
Bharanidharan Pandyan (Promoter Trust)	1,87,59,000	24.22%	-	-
Total	5,72,39,460	73.91%	7,21,50,000	100%

*ceased to hold more than 5% of the shareholding as at 31st March, 2025

- (e) Shares hold by the promoters at the end of the year

Name of Promoters	As at 31st March, 2025			As at 31st March, 2024		
	No. of shares held	% of total shares	% Change During the Year	No. of shares held	% of total shares	% Change During the Year
Mr. Bharanidharan	2,86,19,480	36.96%	0.00%	2,86,19,480	39.67%	0.00%
Mr. P. T. Pandyan	98,60,480	12.73%	-65.55%	2,86,19,480	39.67%	0.00%
Mrs. Chitra Pandyan	500	0.00%	-100.00%	1,49,11,040	20.67%	0.00%
Bharanidharan Pandyan (Promoter Trust)	1,87,59,000	24.22%	100.00%	-	-	-
Total	5,72,39,460	73.91%		7,21,50,000	100.00%	



For Quality Power Electrical Equipments Ltd.

Pandyan
Director

Bharanidharan
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)**21. OTHER EQUITY****i. Reserves and Surplus**

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
(a) General Reserve	30.00	30.00
(b) Securities Premium Reserve	1,992.20	-
(c) Retained Earnings	532.95	188.60
(d) Other Comprehensive Income	1.02	0.81
	2,556.17	219.41

(a). General Reserve

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Opening Balance	30.00	30.00
Add/(Less) : Transfer from retained earnings	-	-
Closing Balance	30.00	30.00

(b) Securities Premium Reserve

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Opening Balance	-	-
Add: Securities Premium on issue of shares	2,197.05	-
Less : Share issue expenses*	(204.86)	-
Closing Balance	1,992.20	-

* Includes ROC expense for increase in share capital of Rs. 9.58 millions.

1. During the year, share issue expenses aggregating ₹ 204.86 millions, incurred in connection with the issue of equity shares, were adjusted against the Securities Premium Reserve in accordance with the provisions of Section 52(2) of the Companies Act, 2013 & Ind AS 32.
2. As per paragraph 37 of Ind AS 32, transaction costs that are directly attributable to the issue of an equity instrument are accounted for as deduction from equity.

(c) Retained Earnings

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Opening Balance	188.59	733.15
Add : Surplus as per Statement of Profit and Loss	303.11	175.44
Adjustment for Deferred Tax	41.25	-
Amount available for appropriation	532.95	908.60
Less : Appropriations:		
Bonus Issue	-	720.00
Closing Balance	532.95	188.60

(d). Other Comprehensive Income

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Opening Balance	0.81	0.56
Gain/Loss on sale of equity Instrument through OCI	-	-
Change in fair value of equity Instrument through OCI	-	-
Deferred Tax on revaluation of financial Instrument.	-	-
Remeasurement of defined employee benefit	0.21	0.25
Transfer to retained earnings on disposal of Financial Instrument	-	-
Closing Balance	1.02	0.81

Nature and purpose of reserve:

General reserve General Reserve is created by the company by appropriating the balance of Retained Earnings. General reserve is free reserve available for distribution as recommended by Board in accordance with requirements of the Companies Act, 2013. Mandatory transfer to general reserve is not required under the Companies Act, 2013.

Retained earnings Retained earnings is a free reserve. This is the accumulated profit earned by the Company till date, less transfer to general reserve, dividend and other distributions made to the shareholders.

Securities premium : Securities premium represents the premium received on the issue of shares. The reserve is to be utilised in accordance with the provisions of Companies Act, 2013.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)

22. BORROWINGS

(All amounts are in ₹ Millions, unless otherwise stated)		
Particulars	As at 31st March, 2025	As at 31st March, 2024
Non Current Borrowings		
Secured		
Term Loans from Banks	-	-
Less : Current Maturities of Non Current Borrowings	-	-
	-	-
Current Borrowings		
Current Maturities of Non Current Borrowings		
Secured		
(a) Loans repayable on Demand	-	-
From Banks	51.72	151.62
Cash Credit	16.91	67.89
Export Packing Credit		219.52
	68.62	219.52

The Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. The quarterly returns filed by the Company with such banks or financial institutions are in agreement with the Books of Account of the Company of the respective quarters.

A : SECURED LOANS FROM BANKS AND FINANCIAL INSTITUTIONS

Sr. No	Particulars	Current Borrowings		Sanctioned Amount	Interest rate (%)	Security	Repayment Terms (ROI/Commission)
		As at 31st March, 2025	As at 31st March, 2024				
1	Axis Bank -CC	51.72	151.62	150.00	8.50%	Hypothecation of i) Entire Current Assets ii) Movable Property, Plant and Machinery	Payable on Demand
2	Axis Bank -Export Packing Credit	16.91	67.89	100.00	8.50%	Hypothecation of i) Entire Current Assets ii) Movable Property, Plant and Machinery	Payable on Demand
	Total	68.62	219.52				



For Quality Power Electrical Equipments Ltd.

Rudra

Director

Ravi

Director

Chh

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)

Collateral Security for all Facilities of Axis Bank

Industrial Property Plot No. N-17/3, Sangli Miraj Industrial Area, Tal. Miraj, Distr. Sangli, MIDC Kupwad, MIDC Sangli, Maharashtra
Industrial Property Plot No. N-17/5, Sangli Miraj Industrial Area, Tal. Miraj, Distr. Sangli, MIDC Kupwad, MIDC Sangli, Maharashtra
Industrial Property Plot No. N-17/2, Sangli Miraj Industrial Area, Tal. Miraj, Distr. Sangli, MIDC Kupwad, MIDC Sangli, Maharashtra

Personal Guarantee of Directors

Bharanidharan Pandyan
Chitra Pandyan
Thalavaidurai Pandyan

*Details of Personal Guarantees

Personal Guarantees - Directors and KMP	
	Thalavaidurai Pandyan
	Bharanidharan Pandyan S/o Thalavaidurai Pandyan
	Chitra Pandyan W/o Bharanidharan Pandyan
Personal Guarantees - Relative of Directors and KMP	
	NA
Personal Guarantees - Others	
	NA



For Quality Power Electrical Equipments Ltd.
Ravi Director
Chitra Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)**24. LEASE LIABILITIES**

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Non Current				
Lease Rental-Non Current	2.20		4.21	
		2.20		4.21
		2.20		4.21
Current				
Lease Rental-Current	2.02		1.85	
		2.02		1.85
		2.02		1.85

i) The maturity analysis of lease liabilities are disclosed in Notes 51

ii) The effective Interest rate for lease liabilities is taken as per the Incremental Borrowing rate of the lessee.

iii) Rental expense recorded for short-term leases was Rs. 2.40 Millions for March 31, 2025 ; Rs. 2.40 Millions for the year ended March 31, 2024

iv) The company does not face a significantly liquidity risk with regard to its risk liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

25. OTHER FINANCIAL LIABILITIES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Non Current				
Provision for employee benefits	-	-		
Current				
** Other Financial Liabilities	1.73		2.17	
		1.73		2.17
		1.73		2.17

** Other Financial Liability includes amount payable to Directors.

26. PROVISIONS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Non Current				
Provision for employee benefits	-		-	
Gratuity	-		-	
Leave Encashment	-		-	
Current				
Other Provisions	0.48		-	
Provision for Employee Benefit	12.20		16.20	
Gratuity	-		-	
Provision for Free Warranty Replacement				
		12.68		16.20
		12.68		16.20

27. CURRENT TAX LIABILITIES (NET)

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Income Tax				
Provision for Income Tax	-	-	-	-
		-		-

28. OTHER CURRENT LIABILITIES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
Advance Received	22.15		41.96	
# Other Current Liability	31.37		4.69	
Statutory Remittance (TDS,GST,PF, PT, ESIC, etc.)	8.71		16.42	
Interest accrued on MSME	-		-	
		62.23		63.07
		62.23		63.07

Other Current Liabilities Includes amount payable to director (Offer For Sale) of Rs. 29.89 millions (During the Initial Public Offering (IPO) under the Offer for Sale, the proceeds from the sale of shares were received by the company on behalf of Mrs. Chitra Pandya Ltd.



For Quality Power Electrical Equipments Ltd.
Handwritten signature
Director

Director
Handwritten signature

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)

29. REVENUE FROM OPERATIONS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Revenue from contracts with customers (A)	1,490.11	1,274.81
i) India		
Sale of finished products	823.59	491.55
Sale of Traded goods	-	-
ii) Outside India		
Sale of finished products- export	634.55	783.25
Sale of Traded goods	31.98	-
Other operating revenue (B)	34.16	21.27
Scrap Sale	1.60	0.83
Export Incentives	20.02	12.59
# Others-	12.54	7.85
*Total Revenue from operations (A+B)	1,524.27	1,296.08

*Company collects GST on behalf of the Government. Hence, GST is not included in Revenue from operations.

#Others include Packaging, Freight, Gain on foreign exchange fluctuation, Testing, Inspection, Service & Repairs etc.

For disclosure relating to Revenue Recognition, Trade Receivable & Contract Asset balance refer note no.41.

30. OTHER INCOME

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
<u>Interest income from:</u>		
Deposits with banks	23.56	26.55
Others Interest	2.45	0.17
<u>Other Non- Operating Income</u>		
Rental Income	6.83	6.37
Sundry Balance W/off	-	2.30
Other Income	0.18	5.32
	33.02	40.72

31A. COST OF MATERIAL CONSUMED

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Opening Stock	73.57	52.75
Purchases	768.93	835.05
Closing Stock	81.78	73.57
Cost of material consumed	760.72	814.24



For Quality Power Electrical Equipments Ltd.

Director

Director

31B. PURCHASE OF TRADED GOODS

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Purchases Traded	23.21	-
	23.21	-

32. CHANGES IN INVENYTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
(Increase)/ Decrease in Stocks	-	-
Stock at the end of the Year:	-	-
WIP	-	-
Finished Goods	0.00	-
TOTAL(A)	0.00	-
Less: Stock at the Beginning of the year	-	-
WIP	-	-
Finished Goods	-	-
TOTAL(B)	-	-
TOTAL (B-A)	- 0.00	-

33. EMPLOYEE BENEFIT EXPENSE

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Directors Remuneration & other benefits	54.90	46.35
Salaries,wages, bonus, etc.	145.90	114.68
Contribution to provident and other funds	3.64	3.18
Staff & Labour welfare expenses	5.91	2.64
	210.35	166.85

34. FINANCE COST

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
<u>1. Interest on Term Loans:</u>	-	0.00
<u>2. Interest on Working Capital Loans</u>	9.76	6.24
<u>3. Other Interest & Bank Charges</u>		
Interest others	0.10	2.53
Bank commission & Charges	2.01	2.38
Bank Guarantee Charges	1.62	1.57
Option Booking Premium	-	0.56
Interest on Lease	0.55	0.71
	14.05	13.99

35. DEPRECIATION AND AMORTISATION EXPENSE

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Depreciation of property, plant and equipment	16.25	14.92
Depreciation of Investment Property	0.28	0.28
Amortisation of intangible assets	2.25	2.19
Amortisation of ROU assets	1.71	1.71
	20.49	19.11



For Quality Power Electrical Equipments Ltd.

Director

Director

36. OTHER EXPENSES

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	2024-2025	2023-2024
Power and fuel	5.70	5.21
Repairs and maintenance		
- Plant and machinery	2.11	0.69
- Building	1.70	7.10
- Others Repairs and Maintenance	4.93	0.96
Rent	1.36	1.44
Rates and taxes	0.34	2.95
Factory and other manufacturing expenses	3.85	8.99
Insurance	2.50	2.96
Advertisement and sales promotion	27.97	6.54
Freight Inward	4.27	2.96
Freight outward and packing expenses	12.07	9.76
Travelling, conveyance and vehicle expenses	17.86	9.33
Legal and professional charges	19.38	6.27
Office Expenses	2.77	2.91
Sales Commission	11.37	3.20
Corporate social responsibility expenses	3.50	4.53
Allowance/ (reversal) for doubtful debts and advances, net	2.35	0.15
Security expenses	3.98	3.55
Miscellaneous expenses (Refer note below)	1.59	1.72
Royalty	1.20	1.20
Expected Credit Loss	(0.53)	1.51
Software Expenses	1.25	-
Payment to Auditors		
As auditor:		
Statutory Audit Fee	2.50	1.50
	134.03	85.40

Note No : 37

(All amounts are in ₹ Millions, unless otherwise stated)

Exceptional items	2024-2025	2023-2024
Particulars		
Profit on sale of property, plant and equipment (net)	-	0.10
	-	0.10

Note No : 38

(All amounts are in ₹ Millions, unless otherwise stated)

Other comprehensive income	2024-2025	2023-2024
Particulars		
Items that will not be reclassified to profit or loss		
Re- measurement of defined benefit plans	0.29	0.34
Less: Income tax relating to items that will not be reclassified to profit or loss	(0.07)	(0.08)
	0.21	0.25



For Quality Power Electrical Equipments Ltd.

Director

Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

39. EARNINGS PER SHARE

PARTICULARS		March 31, 2025	March 31, 2024
(a) Basic Earnings per Share			
Basic earning per share attributable to the equity shareholders of the company (In Rs.)		4.17	2.43
Total Basic earning per share attributable to the equity shareholders of the company		4.17	2.43
(b) Diluted earning per share			
Diluted earning per share attributable to the equity shareholders of the company (In Rs.)		4.17	2.43
Total Diluted earning per share attributable to the equity shareholders of the company		4.17	2.43
(c) Par value per share (In Rs.)		10.00	10.00
(d) Reconciliation of earnings used in calculating earnings per share			
Basic earning per share			175.44
Profit attributable to equity share holders of the company used in calculating basic earning per share		303.11	
		303.11	175.44
Diluted earning per share			
Profit attributable to equity share holders of the company used in calculating basic earning per share		303.11	175.44
Profit attributable to equity share holders of the company used in calculating Diluted earning per share		303.11	175.44
(e) Weighted average number of shares used as the denominator			
Weighted average number of shares used as the denominator in calculating basic earning per share		7,27,30,176	7,21,50,000
Adjustment for calculation of diluted earning per share		-	-
Weighted average number of shares used as the denominator in calculating diluted earning per share		7,27,30,176	7,21,50,000

The Company has offered through the Initial Public Offer (IPO) with a fresh issue of 52,94,100 equity shares and offer for sale of 1,49,10,500 equity shares having face value of Rs.10/- each at an issue price of Rs.425/- per equity share. These equity shares were allotted/allocated on 20th February, 2025 and listed on The National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) on 24th February, 2025.



For Quality Power Electrical Equipments Ltd

Ravindra
Director

Ravindra
Director

Chh

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

40. EMPLOYEE BENEFIT OBLIGATION

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	March 31, 2025		March 31, 2024	
	Current	Non Current	Current	Non Current
Gratuity	-	7.78	-	6.70
Total Employee Benefit Obligation	-	7.78	-	6.70

(i) Leave Obligations

The leave obligations cover the company's liability for sick and earned leaves.

(ii) Post Employment Obligations

a) Gratuity

The company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of five years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied by number of years of service.

The gratuity plan is a funded plan and the company makes contribution to recognised funds in India. The company does not fully fund the liability and maintains a target level of funding to be maintained over a period of time based on estimations of expected gratuity payments.



For Quality Power Electrical Equipments Ltd.

Randya
Director

Ravi
Director

Chh

The amount recognised in the Balance Sheet and the movement in the net defined benefit obligation over the period are as follows

(All amounts are in ₹ Millions, unless otherwise stated)			
Particulars	Present Value of Obligation	Fair Value of Plan Assets	Net Amount
As at April 1, 2023			
Current Service Cost	5.82	8.15	(2.33)
Interest expense/(Income)	0.87	-	0.87
Total Amount recognised in Profit or loss	0.43	(0.62)	1.04
Remeasurements	7.12	8.76	(1.65)
(Gains)/Loss from change in financial assumptions	-	-	-
Experience (gains)/losses	(0.35)	(0.01)	(0.34)
Total Amount recognised in Other Comprehensive Income	(0.35)	(0.01)	(0.34)
Contribution by Employer	-	0.40	(0.40)
Benefit Paid	(0.07)	(0.07)	-
Mortality charges and taxes	-	(0.02)	0.02
As at March 31, 2024	6.70	9.07	(2.37)
Current Service Cost	0.99	-	0.99
Interest expense/(Income)	0.48	0.69	(0.21)
Total Amount recognised in Profit or loss	1.47	(0.69)	0.78
Remeasurements	-	-	-
(Gains)/Loss from change in financial assumptions	(0.31)	0.02	(0.29)
Total Amount recognised in Other Comprehensive Income	(0.31)	0.02	(0.29)
Contribution by Employer	-	1.13	(1.13)
Benefit Paid	(0.09)	(0.09)	-
Mortality charges and taxes	-	-	-
As at March 31, 2025	7.78	10.79	(3.00)



For Quality Power Electrical Equipments Ltd.

Ravinder
Director

Chh
Director

The net liability disclosed above relates to funded and unfunded plans are as follows:

PARTICULARS	March 31, 2025	March 31, 2024
Present value of Funded obligation	7.78	6.70
Fair Value of Plan Assets	10.79	9.07
(Surplus)/Deficit of Funded Plan	(3.00)	(2.37)
Unfunded Plans	-	-
(Surplus)/Deficit of Funded Plan	(3.00)	(2.37)

The Significant Acturial Assumptions were as follows:

PARTICULARS	March 31, 2025	March 31, 2024
Mortality	IALM(2012-14) ult	IALM(2012-14) ult
Discount rate	6.70%	7.30%
Expected return on Plan Assets	7.20%	7.40%
Salary growth rate	5%	5%
Expected Average Reamaining Service	8.05%	7.74
Retirement Age	58	58
Employee Attrition rate	10%	10%

Sensitivity Analysis

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	DR : DISCOUNT RATE		ER : SALARY ESCALATION RATE		WR: Withdrawal Rate	
	PVO DR + 1%	PVO DR - 1%	PVO ER + 1%	PVO ER - 1%	PVO WR + 1%	PVO WR - 1%
PVOC						
March 31, 2024	6.34	7.11	7.05	6.39	-	-
March 31, 2025	7.34	8.28	8.21	7.39	7.83	7.73



For Quality Power Electrical Equipments Ltd.

Ravinder
Director

Chh
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

41. DISCLOSURE PURSUANT TO INDIAN ACCOUNTING STANDARD (IND AS) 115, REVENUE FROM CONTRACTS WITH CUSTOMERS.

1. Disaggregation of Revenue

The company believes that the information provided under note no 29. Revenue from operationis sufficient to meet the disclosure objectives with respect to disaggregation of revenue under Ind AS 115 , Revenue from Contracts with Customers.

2. Reconciliation of the amount for the revenue recognised in the statement of Profit or Loss with the contracted price.

PARTICULARS	March 31, 2025	March 31, 2024
Revenue as per contracted price	1,524.27	1,296.08
Adjustments	-	-
Revenue from contracts with customers	1,524.27	1,296.08

3. Contract Balances

PARTICULARS	March 31, 2025	March 31, 2024
Contract Assets	81.08	156.54
Contract Liabilities - Advance from Customers	(22.15)	(41.96)
	58.93	114.58

4. Movement of Contract Assets

PARTICULARS	March 31, 2025	March 31, 2024
Opening Balance	156.54	48.08
Addition for the year	78.87	156.54
Less : Recognised During the year	154.33	(48.08)
Closing Balance	81.08	156.54



For Quality Power Electrical Equipments Ltd.

Ravindra
Director

Chh
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED CIN : L31102PN2001PLC016455 NOTES TO FINANCIAL STATEMENT 42. RELATED PARTY TRANSACTIONS (i) List of related parties as per the requirements of Ind-AS-24- Related Party Disclosures				
Name of Related Party	Nature of Relationship			
Quality Power Engineering Projects Private Limited	Wholly owned Subsidiary			
S & S Transformers and Accessories Private Limited	Wholly owned Subsidiary			
Mehru Electrical & Mechanical Engineers Pvt. Ltd.* (w.e.f. 6th March 2025)	Subsidiary			
Endoks Enerji Anonim Şirketi (Formerly known as Endoks Enerji Dağıtım Sistemleri Sanayi İthalat ve İhracat Limited Şirketi)	Step Down Subsidiary			
Mr. Thalavaidurai Pandyan (Chairman Managing Director)	Key Management Personnel & their relatives/HUF (also exercising significant influence			
Mr. Bharanidharan Pandyan (Joint Managing Director)				
Mrs. Chitra Pandyan (Executive Whole Time Director)				
Mrs. Nivetha Pandyan (Relative of Director)				
Mr. Mahesh Vitthal Saralaya (Whole Time Director)				
Mr. Rajendra Iyer (Independent Director)				
Mr. Shallesh Kumar Mishra (Independent Director)				
Mr. Sadayandi Ramesh (Independent Director)				
Mrs. Pournima Kulkarni (Independent Director)				
Mr. Rajesh Jayaraman (Chief Financial Officer)				
Mr. Deepak Suryavanshi (Company Secretary)				
Mr. Tushar Deshpande (Company Secretary w.e.f. 15/02/2024 till 02/05/2024)				



For Quality Power Electrical Equipments Ltd. o

Ravi
Director

Chh

(ii) Transactions with Related Parties The following transactions occurred with related parties				(Amount in INR Millions)	
Name	Nature of Relationship	Nature of Transactions	Year ended March 31, 2025	Year ended March 31, 2024	
Mr. Thalavaidurai Pandyan	Key Management Personnel	Salary and Benefits	20.70	20.70	
Mr. Bharanidharan Pandyan	Key Management Personnel	Salary and Benefits	20.70	20.70	
Mrs. Chitra Pandyan	Key Management Personnel	Salary and Benefits	4.95	4.95	
Mrs. Nivetha Pandyan	Relative of KMP	Salary and Benefits	8.64	8.64	
Mr. Mahesh Saralaya	Key Management Personnel	Salary and Benefits	1.15	1.06	
Mr. Rajesh Jayaraman	Key Management Personnel	Salary and Benefits	2.20	0.34	
Mr. Tushar Deshpande	Key Management Personnel	Salary and Benefits	0.09	0.07	
Mr. Deepak Suryavanshi	Key Management Personnel	Salary and Benefits	0.68	-	
Mr. Rajendra Sheshadri Iyer	Independent Director	Professional Fees/Commission	4.40	-	
Mr. Shailesh Kumar Mishra	Independent Director	Professional Fees/Commission	2.40	-	
Mr. Rajendra Sheshadri Iyer	Independent Director	Sitting Fees	0.63	-	
Mr. Shailesh Kumar Mishra	Independent Director	Sitting Fees	0.58	-	
Mr. Pournima Suresh Kulkarni	Independent Director	Sitting Fees	0.50	-	
Mr. Sadayandi Ramesh	Independent Director	Sitting Fees	0.05	-	
Mr. Thalavaidurai Pandyan	Key Management Personnel	Interest on Unsecured Loans	-	0.22	
Mr. Bharanidharan Pandyan	Key Management Personnel	Interest on Unsecured Loans	-	0.87	
Mrs. Chitra Pandyan	Key Management Personnel	Interest on Unsecured Loans	-	1.18	
Mrs. Nivetha Bharanidharan	Relative of KMP	Interest on Unsecured Loans	-	0.26	
Mrs. Chitra Pandyan	Key Management Personnel	Guest House Rent	0.00	0.12	
Mr. Bharanidharan Pandyan	Key Management Personnel	Rent for Delhi Office	1.20	1.20	
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Rental Income	6.00	6.00	
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Rent on Machinery	2.40	2.40	
Endoks Enerji Anonim Şirketi (Formerly known as Endoks Enerji Dağıtım Sistemleri İthalat ve İhracat	Step Down Subsidiary	Sales	54.20	35.54	



For Quality Power Electrical Equipments Ltd.

Ravindra
Director

Chitra
Director

Name	Nature of Relationship	Nature of Transactions	Year ended March 31, 2025	Year ended March 31, 2024
Endoks Enerji Anonim Şirketi (Formerly known as Endoks Enerji Dağıtım Sistemleri Sanayi İthalat ve İhracat Quality Power Engineering Projects Pvt Ltd	Step Down Subsidiary	Purchase	-	1.91
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Purchases (Manpower Service Charges)	7.20	7.20
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Purchases	123.97	115.00
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Sales	0.39	4.64
Quality Power Engineering Projects Pvt Ltd	Wholly owned Subsidiary	Machinery Rent Income	0.60	0.15
S & S Transformers and Accessories Pvt. Ltd	Wholly owned Subsidiary	Royalty	1.20	1.20

(iii) Outstanding balances payable to:

Name	Nature of Relationship	Nature of Transactions	Year ended March 31, 2025	Year ended March 31, 2024
QUALITY POWER ENGINEERING PROJECTS PVT LTD	Wholly owned Subsidiary	Trade Payable	4.58	3.72
Endoks Enerji Anonim Şirketi (Formerly known as Endoks Enerji Dağıtım Sistemleri Sanayi İthalat ve İhracat Limited Şirketi)	Step Down Subsidiary	Trade Receivables	43.17	9.24
Endoks Enerji Anonim Şirketi (Formerly known as Endoks Enerji Dağıtım Sistemleri Sanayi İthalat ve İhracat Limited Şirketi)	Step Down Subsidiary	Trade Payable	-	1.89
Mr.Bharanidharan Pandyan	Key Management Personnel	Rent Payable	0.11	0.11
QUALITY POWER ENGINEERING PROJECTS PVT LTD	Wholly owned Subsidiary	Rent Receivable	-	1.02
S & S Transformers and Accessories Pvt. Ltd	Wholly owned Subsidiary	Trade Payable	2.55	2.87
Mr. Thalavaidurai Pandyan	Key Management Personnel	Loan	0.00	0.19
Mr.Bharanidharan Pandyan	Key Management Personnel	Loan	0.00	0.79
Mrs. Chitra Pandyan	Key Management Personnel	Loan	0.00	0.95
Mrs. Nivetha Bharanidharan	Relative of KMP	Loan	0.00	0.23
Mrs. Chitra Pandyan**	Key Management Personnel	Payable	29.89	0.00
Mr.Rajendra Sheshadri Iyer	Independent Director	Commission Payable	1.19	0.00
Mr.Shailesh Kumar Mishra	Independent Director	Commission Payable	0.54	0.00

*Out of the total agreed consideration of Rs.1200 millions for acquiring 51% shareholding in Mehru Electricals & Mechanical Engineers Pvt. Ltd., an advance of Rs.30 Millions was paid on 23/05/2024 and balance amount of Rs.1170/- Millions was paid on 06/03/2025.

**During the Initial Public Offering (IPO) under the Offer for Sale, the proceeds from the sale of shares were received by the company on behalf of Mrs. Chitra Pandya.

(iv) Terms and conditions of transactions with related parties

The sales to related parties are made on terms equivalent to those that prevail in arm's length transaction. There have been no guarantees provided or received from any related party receivables and payables. For the year ended March 31, 2025 ; March 31, 2024 ; the company has not recorded any impairment of receivables relating to amounts owned by related parties. This assessment is undertaken each financial year through examining the financial positions of the related parties and the market in which the related party operates.



For Quality Power Electrical Equipments Ltd.

Signature
Director

Director

Signature

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

(Amount in INR Millions)

43. SEGMENT REPORTING

Information reported by the management of the company for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Company is in the business of manufacture and sale of electric equipments, which in the context of Indian Accounting Standard 108 'Operating Segment' represents a single reportable business segment. The revenues, total expenses and net profit as per the Statement of profit and loss represent the revenue, total expenses and the net profit of the sole reportable segment

Information about Geographical Areas:**Revenue from External Customers**

The company is domiciled in India. The amount of its revenue from external customers and receivable broken down by location of the customers is shown in the table below:

Revenue	PARTICULARS	March 31, 2025	March 31, 2024
India		823.59	491.55
Outside India		666.53	783.25
		1,490.11	1,274.81

Trade Receivable

	PARTICULARS	March 31, 2025	March 31, 2024
India		234.61	77.17
Outside India		173.17	86.42
		407.78	163.59

Revenue from Major Customers

Revenue from Customers exceeding 10% of Total Revenue is as follows :

	PARTICULARS	March 31, 2025	March 31, 2024
India		242.24	-
Outside India		-	305.03
		242.24	305.03



For Quality Power Electrical Equipments Ltd.

Director

Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT**44. CAPITAL MANAGEMENT**

(Amount in INR Millions)

For the purpose of the company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity shareholders of the company. The primary objective of the Company's capital management is to maximise the shareholders value.

The company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial conveyants. To maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The company monitors capital using gearing ratio, which is net debt divided by total capital. The company includes within debt, interest bearing loans and borrowings, less cash and cash equivalents.

PARTICULARS	March 31, 2025	March 31, 2024
Borrowing Other than convertible preference shares	68.62	219.52
Cash & Cash Equivalents	1,007.73	108.56
Net Debt	(939.10)	110.95
Equity	774.44	721.50
Other Equity	2,556.17	219.40
Total Capital	3,330.61	940.90
Gearing Ratio	(0.28)	0.12



For Quality Power Electrical Equipments Ltd.®


Director
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
NOTES TO FINANCIAL STATEMENT
(Amount in INR Millions)
45. FAIR VALUE MEASUREMENTS

Fair value instruments by category and hierarchy

The fair values of financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

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

1. Fair value of cash and term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments. The fair value of lease liability is not required to be disclosed.
2. Financial instruments with fixed and variable interest rates are evaluated by the Group based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, the fair value of such instruments is not materially different from their carrying amounts.

The fair values for loans and security deposits were calculated based on cash flows discounted using a current lending rate.

They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

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

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. For example, listed equity instruments that have quoted market price.

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification assets included in level 3.

I. Financial Instruments by Category

PARTICULARS	Total Amount		Amortised Cost		Fair Value	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
FINANCIAL ASSETS						
Amortised Cost						
Trade Receivables	406.79	163.59	406.79	163.59	-	-
Cash and Cash Equivalents	1,007.73	104.97	1,007.73	104.97	-	-
Investments	1,270.88	70.88	1,270.88	70.88	-	-
Other Bank Balances	177.76	3.59	177.76	3.59	-	-
Other Financial Assets	201.23	497.41	201.23	497.41	-	-
Total	3,064.39	840.44	3,064.39	840.44	-	-
FINANCIAL LIABILITIES						
Amortised Cost						
Borrowings	68.62	219.52	68.62	219.52	-	-
Trade Payables	143.56	142.24	143.56	142.24	-	-
Lease Liabilities	4.21	6.06	4.21	6.06	-	-
Other Financial Liabilities	1.73	2.17	1.73	2.17	-	-
Total	218.12	369.98	218.12	369.98	-	-



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

46. FINANCIAL RISK MANAGEMENT

(Amount in INR Millions)

The company's activity expose it to market risk, liquidity risk, credit risk. This note explains the source of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

(A) Credit Risk Management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks.

The company assesses and manages credit risk based on internal credit rating system. Internal credit risk is performed for major customers. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Trade receivables consist of a large number of customers, spread across diverse geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable. The Company does not have significant credit risk exposure to any single counterparty. Concentration of credit risk related to the above mentioned company did not exceed 10% of gross monetary assets at any time during the year. Concentration of credit risk to any other counterparty did not exceed 10% of gross monetary assets at any time during the year

ii. Expected Credit Loss for trade receivables under simplified approach

PARTICULARS	(Amount in INR Millions)	
	March 31, 2025	March 31, 2024
Gross Receivables	407.78	165.10
Less: Loss allowance based on expected credit loss model	0.98	1.51
Net Receivables	406.79	163.59

iii. Reconciliation of loss allowance provision - Trade Receivables

PARTICULARS	(Amount in INR Millions)	
	Amount	
Loss allowance on April 1, 2023	-	
Change in Loss Allowance	1.51	
Loss allowance on April 1, 2024	1.51	
Change in Loss Allowance	0.53	
Loss allowance on March 31, 2025	0.98	

Significant Estimates and Judgements

Impairment of Financial Assets

The impairment provisions for financial assets disclosed above are based on assumptions by management about risk of default and expected loss rates. The company uses judgement in making these judgements and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

47. FINANCIAL RISK MANAGEMENT

(B) Liquidity Risk

Prudent Liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Due to dynamic nature of underlying business, company maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecast of the company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows.

(i) Maturities of Financial Liabilities

The tables below analyse the company's financial liabilities into relevant maturity groupings based on their contractual maturities:

		(All amounts are in ₹ Millions, unless otherwise stated)			
	PARTICULARS	Carrying Value	Less than 1 year	Between 1 and 5 years	More than 5 years
March 31, 2025					Total
Non-derivatives					
	Borrowings	68.62	68.62	-	68.62
	Lease Liabilities	4.21	2.02	2.20	4.21
	Trade Payables	143.56	43.78	1.61	45.39
	Other Financial Liabilities	1.73	1.73	-	1.73
	Total Non-derivative Liabilities	218.12	116.14	3.81	119.95
March 31, 2024					Total
Non-derivatives					
	Borrowings	219.52	219.52	-	219.52
	Lease Liabilities	6.06	1.85	4.21	6.06
	Trade Payables	142.24	138.54	3.70	142.24
	Other Financial Liabilities	2.17	2.17	-	2.17
	Total Non-derivative Liabilities	369.98	362.07	7.92	369.98



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

48. FINANCIAL RISK MANAGEMENT

(C) Market Risk

Market risk is the risk that the fair value of future Cash flows of a financial instruments will fluctuate because of change in market prices. Market Risk comprises of three types of risk : Foreign Currency risk, Interest rate risk and other price risk such as equity risk and commodity risk.

(i) Foreign Currency Risk

Foreign currency risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (INR). The company undertakes transactions denominated in foreign currencies and consequently the company is exposed to foreign exchange risk. Foreign currency exchange rate exposure is partly balanced by purchased of goods, commodities and services in the respective currencies. The company evaluates exchange rate exposure arising from foreign currency transactions and the company follows established risk management policies. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the company is to minimise the volatility of the INR cash flows of highly probable forecast transactions.

Unhedged Foreign Currency Exposure

Particulars	As at March 31, 2025				As at March 31, 2024		
	SEK	USD	EURO	CHF	SEK	USD	EURO
Trade Payables	-	(1.21)	(22.92)	-	-	(2.90)	(2.24)
Trade Receivables	-	146.14	29.22	-	21.97	47.83	-
Net Exposure to Balance sheet	-	144.93	6.30	-	21.97	44.93	(2.24)
							(0.42)

Foreign Currency Sensitivity

Particulars	As at March 31, 2025			As at March 31, 2024		
	1 % Increase	1 % Decrease		1 % Increase	1 % Decrease	
SEK	-	-		0.22	(0.22)	
USD	1.45	(1.45)		0.45	(0.45)	
EURO	0.06	(0.06)		0.02	(0.02)	
CHF	-	-		(0.00)	0.00	
Increase / Decrease in Profit or Loss	1.51	(1.51)		0.64	(0.64)	

(ii) Interest rate Risk

The company's main interest rate risk arise from long term borrowings with variable rates, which expose the company to cash flow interest rate risk. During March 31, 2025 and March 31, 2024, the company's borrowings at variables rates were denominated in INR.



For Quality Power Electrical Equipments Ltd.

Randya
Director

Ran
Director

Chh

(a) Interest rate risk exposure

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

PARTICULARS	(Amount in INR Millions)	
	March 31, 2025	March 31, 2024
Variable rate borrowings	68.62	219.52
Fixed rate borrowings	-	-
Total Borrowings	68.62	219.52
% of borrowings at variable rate	100%	100%

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates. The following table demonstrates the sensitivity of the variable rate debt instruments to a reasonably possible change in interest rates. The risk estimates provided assume a parallel shift of 100 basis points interest rates across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The year end balances are not necessarily representative of the average debt outstanding during the period. Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates. Other components of equity change as a result of an increase/decrease in the fair value of the cash flow hedges related to borrowings.

PARTICULARS	Impact on Profit Before Tax	
	March 31, 2025	March 31, 2024
Total Interest Expense on borrowings (In Millions)	9.76	6.25
Interest rates - Increase by 100 basis points (100 bps)*	(0.69)	(2.20)
Interest rates - Decrease by 100 basis points (100 bps)*	0.69	2.20

*Holding all other variables constant

(iii) Price Risk**(a) Exposure**

Commodity Price Risk - The company is in the business of Manufacturing of Transformers and other parts and will be affected by the price volatility of mainly copper (metal) commodity. Its operating activities require the ongoing purchase and manufacture of Finished Goods and therefore requires a continuous supply of raw materials - Copper. Due to the significantly increased volatility of the price of the copper, the company also entered into various daily purchase contracts in an active market.

The sensitivity analysis of the change in the copper price on the inventory as at year end, other factors remaining constant is given in table below:

(b) Sensitivity**Commodity price Sensitivity**

PARTICULARS	(Amount in INR Millions)	
	Effect on Profit and loss account	
	March 31, 2025	March 31, 2024
Copper - Raw Material	66.96	62.64
Copper Raw Material - Increase in purchase by 1%	(0.67)	(0.63)
Copper Raw Material - Decrease in purchase by 1%	0.67	0.63



For Quality Power Electrical Equipments Ltd.

Kandga

Director

Ran

Director

Chh

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
NOTES TO FINANCIAL STATEMENT

49. DETAILS OF DUES TO MICRO AND SMALL ENTERPRISES AS DEFINED UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006 (MSMED ACT, 2006)

PARTICULARS	March 31, 2025	March 31, 2024
Principal amount due to suppliers under MSMED Act, 2006	13.41	15.28
Interest accrued and due to suppliers under MSMED Act, on the above amount	0.42	0.08
Payment made to Suppliers (other than Interest) beyond the appointed day, during the year	-	-
Interest paid to suppliers under MSMED Act, (other than Section 16)	-	-
Interest paid to suppliers under MSMED Act, (Section 16)	-	-
Interest due and payable to suppliers under MSMED Act, for payments already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act, 2006	0.77	0.35

The Information has been given in respect of such vendors to the extent they could be identified as "Micro and Small" enterprises on the basis of information available with the company.

Chh



For Quality Power Electrical Equipments Ltd.

Randya
Director

Ran
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
NOTES TO FINANCIAL STATEMENT
50. COMMITMENTS AND CONTINGENCIES
A. COMMITMENTS
i. Capital Commitments

Capital expenditure committed for at the end of the reporting period but not recognised as liabilities is as follows:

(All amounts are in ₹ Millions, unless otherwise stated)

PARTICULARS	March 31, 2025	March 31, 2024
Property, Plant and Equipments	-	-
Intangible Assets	-	-

Note: The IPO proceeds from the Fresh Issue are proposed to be utilized, among other purposes, for funding the capital expenditure requirements of the Company, specifically towards the purchase of plant and machinery amounting to Rs. 272.20 million. (Refer Note 57)

(All amounts are in ₹ Millions, unless otherwise stated)

B. CONTINGENT LIABILITIES	March 31, 2025	March 31, 2024
i. Claim against the company not acknowledged as debt		
Income Tax demand	-	-
Others	-	-
ii. Guarantees excluding financial guarantees		
Letter of Credit Issued	-	-
Bank Guarantees issued	107.99	106.08
iii. Other Money for which the company is contingently liable		

The Company is subject to Liability towards MSME Vendors due to Interest on Principle amounts paid after prescribed period during the ordinary course of business. While the interest payable on these amounts cannot be predicted with certainty, management believes that any ultimate liability arising from these contingencies will not have a material adverse effect on the Company's financial position, results of operations, or cash flows.

51. IND AS 116
A. Company as a lessee

The company's lease asset primarily consist of lease buildings for offices having lease terms on an average of 8 years. Effective 1st April, 2021, the company adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on 1st April, 2021 using the modified retrospective method and has taken the adjustments to retained earnings, on the date of initial application. Consequently, the company recorded the lease liability at the present value of the lease payments discounted at the incremental borrowing rate and the right of use asset at its carrying amount as if the standard had been applied since the commencement date of the lease, but discounted at the Company's incremental borrowing rate at the date of initial application.

Set out below are the carrying amounts of right-to-use assets recognised and the movements during the period

(All amounts are in ₹ Millions, unless otherwise stated)

Particulars	Amount	Total
Balance as at April 1, 2023	6.84	6.84
Additions during the year		
Depreciation of Right of use assets	1.71	1.71
Balance as at March 31, 2024	5.13	5.13
Additions during the year		
Depreciation of Right of use assets	1.71	1.71
Balance as at March 31, 2025	3.42	3.42



For Quality Power Electrical Equipments Ltd.

 Director

 Director

Set out below are the carrying amounts of lease liabilities and the movements during the period

Particulars	Amount
Balance as at April 1, 2023	7.75
Additions during the year	0.71
Finance cost occurred during the year	2.40
Payment of lease liabilities	6.06
Balance as at April 1, 2024	
Current Lease Liabilities	1.85
Non Current Lease Liabilities	4.21
Balance as at April 1, 2024	6.06
Additions during the year	
Finance cost occurred during the year	0.55
Payment of lease liabilities	2.40
Balance as at March 31, 2025	4.21
Current Lease Liabilities	2.02
Non Current Lease Liabilities	2.20

The maturity analysis of lease liabilities are disclosed in Notes 47

The effective Interest rate for lease liabilities is based on Incremental Borrowing rate of the lessee.

Rental expense recorded for term leases was 2.40 Millions for March 31, 2025 & 2.40 Millions for the year ended March 31, 2024.

The company does not face a significantly liquidity risk with regard to its risk liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

B. Company as lessor

Set out below are the carrying amounts of Lease Income recognised in the statement of Profit and Loss

Particulars	Amount
Other Income	
Non-operating Lease Income	6.00
As at March 31, 2024	6.00
Other Income	
Non-operating Lease Income	6.00
As at March 31, 2025	6.00

Non-operating lease income in respect of lease of land and / or Building.

52. Dividend

The Board of Directors has recommended a dividend of ₹1 per equity share of the face value of Rs. 10/- each fully paid-up for the financial year ended 31st March, 2025, subject to the approval of the shareholders at the Annual General Meeting of the Company and is not recognised as a liability as at 31st March 2025.

The Promoters and Promoters group have waived their right to receive the dividend for the financial year ended 31st March, 2025.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED
CIN : L31102PN2001PLC016455
NOTES TO FINANCIAL STATEMENT

53. RATIO AND ITS COMPONENTS

Ratio	Sr. No	PARTICULARS	March 31, 2025	March 31, 2024	Variance (%)
1	Current Ratio		6.23	1.39	349.36%
2	Debt-Equity Ratio		0.02	0.23	-90.63%
3	Debt Service Coverage Ratio		20.53	13.01	57.72%
4	Return on Equity Ratio		0.12	0.21	-43.42%
5	Inventory Turnover Ratio		9.79	12.89	-24.03%
6	Trade Receivables Turnover Ratio		5.34	6.77	-21.00%
7	Trade Payables Turnover Ratio		5.54	5.34	3.82%
8	Net Capital Turnover Ratio		1.00	7.52	-86.69%
9	Net Profit Ratio		0.20	0.14	46.91%
10	Return on Capital Employed		16.75%	23.87%	-29.81%

Components of Ratios

Components of Ratios			(Amount in INR Millions)				
Sr. No	Ratios	Numerator	Denominator	March 31, 2025		March 31, 2024	
				Numerator	Denominator	Numerator	Denominator
1	Current Ratio	Current Assets	Current Liabilities	1,812.69	290.83	617.31	445.05
2	Debt-Equity Ratio	Total Debts (Including Government Grants)	Total Equity(Equity Share Capital + Other equity-revaluation reserve-Capital redemption reserve	72.84	3,330.61	219.52	940.90
3	Debt Service Coverage Ratio	Net Profit after Tax + Non-cash operating expenses(i.e Depreciation and other amortisations + Interest)	Finance cost + Lease repayments +Principle repayments of Long term borrowings during the period/year	337.65	16.45	200.79	15.43
4	Return on Equity Ratio	Net Profit after Tax - Exceptional items	Average total equity[Opening ((Equity share capital + Other equity-revaluation reserve-Capital redemption reserve) + Closing (Equity share capital + other equity-revaluation reserve-Capital redemption reserve))/2]	303.11	2,606.21	175.34	853.06



For Quality Power Electrical Equipments Ltd.

Ravindra
Director

Ravi
Director

Chh

5	Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory ((Opening balance + Closing balance)/2)	760.72	77.67	814.24	63.16
6	Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivables ((Opening balance + Closing balance)/2)	1,524.27	285.19	1,296.08	191.57
7	Trade Payables Turnover Ratio	Purchase of stock in trade and material consumed	Average Trade Payables((Opening balance + Closing balance)/2)	792.14	142.90	814.24	152.50
8	Net Capital Turnover Ratio	Revenue from Operations	Working Capital (Current Assets - Current Liabilities)	1,524.27	1,521.86	1,296.08	172.26
9	Net Profit Ratio	Net Profit after Tax - Exceptional items	Revenue from Operations	303.11	1,524.27	175.44	1,296.08
10	Return on Capital Employed	Profit Before Interest, Tax and Exceptional items.	Equity Share Capital + Other equity- revaluation reserve-Capital redemption reserve + Total Debts (Including Government Grants)-Cash Equivalents-Other bank balances	408.49	2,438.15	251.09	1,051.85

Reason for variance of more than 25% in above ratios

Sr. No	Particulars	March 31, 2025
1	Current Ratio	i) Increase in Cash and Cash Equivalent due to proceeds from Initial Public Offer(IPO). ii) Reduction in Cash Credit.
2	Debt-Equity Ratio	An increase in share capital due to fresh issue of shares in IPO
3	Debt Service Coverage Ratio	Due to increase in EBITDA
4	Return on Equity Ratio	Due to increase in Share Capital due to Initial Public Offer(IPO)
5	Inventory Turnover Ratio	NA
6	Trade Receivables Turnover Ratio	NA
7	Trade Payables Turnover Ratio	NA
8	Net Capital Turnover Ratio	Due to increase in working capital & revenue
9	Net Profit Ratio	Due to increase in revenue
10	Return on Capital Employed	Due to increase in Share Capital due to Initial Public Offer(IPO)



For Quality Power Electrical Equipments Ltd.

Ravindra Ramesh
Director

Chh

QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

NOTES TO FINANCIAL STATEMENT

54. OTHER NOTES AND STATUTORY DISCLOSURES

Investment in S&S Transformer and Accessories Pvt. Ltd.

S & S Transformers And Accessories Pvt. Ltd. has been engaged in the manufacturing of Current Transformers and Potential Transformers [CT PT] from 2009 to 2018. Over this period, the company has developed numerous products and associated designs. These products include various ratings such as 11 Kv or 12 Kv, both Oil immersed and Dry Type CT & PT. Approvals for these products have been obtained from CPRI (Central Power Research Institute, Bangalore) and the products are registered with several electricity boards, including the Kerala State Electricity Board Limited. The estimated value of these products and designs owned by the company is approximately Rs. 19.00 to 20.00 millions. Hence diminution in the value of the investments made in S & S Transformers And Accessories Pvt. Ltd. are not considered and hence no provisions are required to be made in this regard, as per the policy followed by the company, at this point of time.

55. OTHER REGULATORY INFORMATION

- 1). 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.
- 2). The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- 3). The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.
- 4). The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- 5). The Company has not entered into any scheme of arrangement which has an accounting impact on current financial year.
- 6). The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), 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.
- 7). 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.



For Quality Power Electrical Equipments Ltd.

Ravinder
Director

Ravinder
Director

Chh

- 8). There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- 9). The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- 10). The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- 11). 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 in note 4 to the financial statements, are held in the name of the Company.
- 12). There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.
- 13). The borrowings obtained by the Company from banks and financial institutions have been applied for the purposes for which such loans were taken.

56. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Following amount was utilised as financial contributions towards CSR Activities:

Financial Year	Amount required to be spent by the company during the year	Amount of expenditure incurred	Shortfall at the end of the period/year	Total of Previous Years shortfall	Remarks
2024-25	3.50	3.50	NIL	0.02	N.A
2023-24	2.58	4.53	0.02	NIL	CSR Expenditure of Rs. 1.97 million for FY 2022-23, incurred in FY 2023-24.



For Quality Power Electrical Equipments Ltd.

Ravindra
Director

Ravindra
Director

Chh

57. Initial Public Offer (IPO) Disclosures

The Company has offered through the Initial Public Offer (IPO) with a fresh issue of 52,94,100 equity shares and offer for sale of 1,49,10,500 equity shares having face value of Rs.10/-each at an issue price of Rs.425/- per equity share. These equity shares were allotted/allocated on 20th February, 2025 and listed on The National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) on 24th February, 2025.

The utilised of IPO Proccds is summarised below

(All amounts are in ₹ Millions, unless otherwise stated)

Sr.No.	Particulars	Object of the issue as per the prospectus	Utilisation upto 31 st March 2025	Unutilised / (excess spent) amount as on 31st March 2025
1	Payment of the purchase consideration for the acquisition of Mehru Electrical and Mechanical Engineers Private Limited	1170.00	1170.00	0.00
2	Funding capital expenditure requirements of our Company for purchase plant and Machinery	272.20	0.00	272.20
3	Funding inorganic growth unidentified acquisitions and other Strategic initiatives and general corporate purposes	611.70	0.00	611.70
4	Share issue expenses related to initial public offer	196.00	200.70	(4.70)
	Total	2249.90	1370.70	879.20

58. Previous year figures have been regrouped / rearranged , wherever considered necessary to conform to current year classification.

The accompanying notes form an integral part of the Standalone financial statements This is the standalone balance sheet referred to in our report of even date.

For Kishor Gujar & Associates

Chartered Accountants

Firm's Registration Number - 116747W

Peer Review No. :- 014220



CA Javedkhan Saudagar
Partner

Membership No. 139006

UDIN : 25139006BMIEDN2826

Place: Pune

Date: 27/05/2025

Thalavaidurai Pandyan

Chairman & Managing Director

DIN: 00439782

For and on behalf of the Board of Directors
Quality Power Electrical Equipments Limited

Bharadwaj Pandyan
Joint Managing Director

DIN: 01298247

Chitra Pandyan
Whole Time Director

DIN: 02602659

Deepak Suryavanshi

Company Secretary

PAN: CJKPS2065J

Place : Sangli

Rajesh Jayaraman

Chief Financial Officer

PAN: ABHPR6320E

Date : 27/05/2025

Quality Power Electrical Equipments Limited
Notes to Standalone Ind AS Financial Statements

1. CORPORATE INFORMATION.

A. Corporate Information

Quality Power Electrical Equipments Limited ("QPEEL or the Company ") was incorporated on 20th September, 2001 under the provision of the Companies act, 1956 as a Private Limited Company. Thereafter the company was converted from private limited to public limited via fresh certificate of incorporation dated June 14, 2024 issued by Registrar of companies, Pune, Maharashtra. The companies register office is situated at Plot No. L - 61, M. I. D. C. Kupwad Block Sangli Maharashtra- 416436 India. The company is engaged in Manufacturing of Power Products and providing Services in the areas of Power Generation, Power Transmission, Power Distribution and Power Automation.

The Standalone Financial Statement includes the Financial Statement of the Quality Power Electrical Equipments Limited (CIN L31102PN2001PLC016455).

B. Statement of Compliance

The Standalone Financial Statements of the Company comprises of Standalone Statements of Assets and Liabilities as at 31st March, 2025, Standalone Statement of Profit and Loss (including Other Comprehensive Income), Standalone Statement of Cash flows, and Standalone Statement of Changes in Equity for the period ended 31st March, 2025 and the Material Accounting Policies and Other Explanatory Notes (collectively, the 'Standalone Financial Statements').

2. MATERIAL ACCOUNTING POLICIES

A. BASIS OF PREPARATION AND MEASUREMENT

The Financial Statement of the Company have been prepared to comply in all material respects with the Indian Accounting Standards ("Ind AS") (date of adoption 1st April, 2022) as prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time), presentation requirements of Division II of Schedule III to the Act, as applicable to the financial statements and other relevant provisions of the Act.

The Standalone Financial Statements has been prepared on the historical cost basis except certain Financial assets and liabilities which are measured at fair value and Defined benefit plan.

The Company has prepared the Standalone Financial Statements on the basis that it will continue to operate as a going concern.

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the year/period presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.



For Quality Power Electrical Equipments Ltd.
[Signature]
Director

[Signature]
Director

In particular, information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are disclosed in Note 3 below.

B. REVENUE RECOGNITION.

The Company earns revenue primarily from Manufacturing of Products and providing Services in the areas of Power Generation, Power Transmission, Power Distribution and Power Automation.

Revenue is measured at the amount of transaction price after taking into account the amount of discounts, incentives, volume rebates, outgoing taxes on sales.

The specific recognition criteria described below must also be met before revenue is recognised:

Contract Revenue:

The company earns revenue primarily from Manufacturing of Products and providing Services in the areas of Power Generation, Power Transmission, Power Distribution and Power Automation. Revenue from such contracts is recognized over time because of the continuous transfer of control to the customer. With control transferring over time, revenue is recognized based on the extent of progress towards completion of the performance obligation. Cost based input method of progress is used because it best depicts the transfer of control to the customer that occurs as costs are incurred.

However, when control of the goods is transferred to the customer, generally on delivery of the goods and as per term of agreements/sales order i.e. Ex Works basis or FOR basis (Free On Road basis), in such cases Revenue from sale of goods is recognised at a point in time.

No significant element of financing is deemed present for the sales made with a credit term, which is consistent with market practice.

Warranty Obligation

The Company typically provides warranties for general repairs of defects that existed at the time of sale, as required by law. These assurance-type warranties are accounted for under Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets. Refer to the accounting policy on warranty provisions in section R 'Provisions and Contingencies'.

Duty Drawback and RoDTEP:

Duty drawback and RoDTEP income are recognised where there is reasonable assurance that the benefit will be received and all attached conditions will be complied with. The benefits on account of duty drawback and RoDTEP are accrued and accounted in the year of sales and are included in other operating revenue and the receivables are shown under the head "Other Current Assets- Others."

Other Income

Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

Interest income:

Interest income is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition. Interest income is included under the head other income in the statement of profit and loss.

Dividend income

Dividend income is recognised when the company's right as shareholder to receive the payment is established, when it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be reliably measured. This is generally when company approve the dividend.

Rental Income

Lease income from operating leases where the Company is a lessor is recognized as income on a straight line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

C. CONTRACT BALANCES.

CONTRACT ASSETS

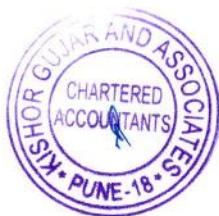
A contract asset is initially recognised for revenue earned from project business because the receipt of consideration is conditional on successful completion of the work. Upon completion of the work and acceptance by the customer, the amount recognised as contract assets is reclassified to trade receivables once the amounts are billed to the customer as per the terms of the contract. Contract assets are subject to impairment assessment. Refer to accounting policies on impairment of financial assets in below section H Financial instruments -Impairment.

TRADE RECEIVABLES

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in below section H Financial instruments - initial recognition and subsequent measurement.

CONTRACT LIABILITIES

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.



For Quality Power Electrical Equipments Ltd.

Randya
Director

Baner
Director

Chub

D. PROPERTY, PLANT AND EQUIPMENTS (PPE).

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Capital work in progress is stated at cost net off impairment, if any. Freehold land is stated at cost.

The cost of an item of property, plant and equipment comprises:

- a) its purchase price, including non-refundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.
- c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.
- d) Capitalized borrowing costs
- e) Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment and depreciated accordingly.

All other repair and maintenance costs are recognised in statement of profit and loss as incurred.

Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

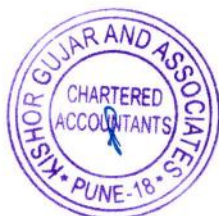
Depreciation methods, estimated useful lives and residual value

Depreciation is calculated on written down value method basis using the useful lives as prescribed under Schedule II to the Companies Act, 2013. If the management's estimate of the useful life of a property, plant & equipment at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life.

Assets	Useful Life
Building & Property	60/30 years
Furniture & Fixtures	10 years
Plant & Equipment	5-15 Years
Office Equipment	5 Years
Computer & Peripherals	3 Years
Vehicles	8-10 years

Depreciation on additions during the year is provided on pro rata basis with reference to month of addition/installation.

The residual values are not more than 5% of the original cost of the asset.



For Quality Power Electrical Equipments Ltd.
Randya
Director

Bhaskar Chaudhary
Director

Derecognition

An item of property, plant and equipment and any significant part initially recognized is derecognised 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 derecognised.

E. INTANGIBLE ASSETS.

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment. All directly attributable costs and other administrative and other general overhead expenses that are specifically attributable to the acquisition of intangible assets are allocated and capitalised as a part of the cost of the intangible assets.

Intangible assets not ready for the intended use on the date of the Balance Sheet are disclosed as "Intangible assets under development"

Intangible assets are amortised on written down value basis over the estimated useful life. The method of amortisation and useful life are reviewed at the end of each financial year with the effect of any changes in the estimate being accounted for on a prospective basis.

F. INVESTMENT PROPERTY.

Recognition and Measurement

Land and Building held to earn rental or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes: or sale in the ordinary course of business is recognised as investment property.

Investment property is measured initially at its cost, including related transaction costs and where applicable borrowing costs. Subsequent expenditure is capitalised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognised.

The building at Plot J-22, MIDC Kupwad, Sangli, which is rented to a subsidiary, is shown as Investment Property.

Derecognition

An Investment Property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from disposal. Any gain or loss on disposal of an Investment Property is recognised in the Statement of Profit and loss.

G. IMPAIRMENT OF ASSETS (PPE, Intangible Assets, Investment Property)

The carrying amount of Intangible assets, investment property and property, plant and equipment as at the end of each financial year are reviewed to determine whether there



For Quality Power Electrical Equipments Ltd.

Randya
Director

Baner
Director

Chuh

is any indication that those assets have suffered an impairment loss if such indication exists, PPE, investment property and intangible assets are tested for impairment so as to determine the impairment loss if any.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is determined as the higher of fair value less costs to sell and value in use.

H. INVENTORIES.

Raw Materials: Raw Materials are valued at lower of cost or net realizable value, based on First in First out method arrived after including Freight inward and other expenditure directly attribute to acquisition.

Work in Progress and Finished Goods: Work in Progress and Finished Goods are valued at lower of cost or net realizable value. Cost of manufactured finished goods comprises direct material, direct labour and appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity.

I. FINANCIAL INSTRUMENTS.

Financial assets and financial liabilities are recognised when a company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in Statement of Profit and Loss. Transaction cost that are directly attributable to Equity instrument are deducted from equity. These are not charged to Profit or Loss. Share issue expenses that are directly attributable to the issuance of shares (equity instruments) are deducted from the securities premium.

FINANCIAL ASSETS

a. Initial recognition and measurement.

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

b. Subsequent Measurement

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Financial Assets at amortised cost.

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade receivables, loans and other financial assets.



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

Financial assets at fair value through other comprehensive income (FCTOCI)

Financial assets are subsequently measured at fair value through other comprehensive income if these financial assets are held within a business model. Fair value movements are recognised in the other comprehensive income (OCI). However, the Company recognises interest income, dividend income, impairment losses and reversals and foreign exchange gain or loss in the statement of profit and loss. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of profit and loss.

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

FVTPL is a residual category for financial assets. Any financial assets, which does not meet the criteria for categorisation as at amortised cost or as FVTOCI, is classified as at FVTPL. Financial assets included within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

c. Investments in subsidiaries, joint ventures and associates.

Investment in subsidiaries, joint ventures and associates are carried at cost less impairment in the financial statements.

d. De-recognition.

The Company derecognises a financial asset when the rights to receive cash flows from the asset have expired or it transfers the right to receive the contractual cash flow on the financial assets in a transaction in which substantially all the risk and rewards of ownership of the financial asset are transferred.

FINANCIAL LIABILITIES

a. Initial recognition and measurement.

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

b. Subsequent Measurement

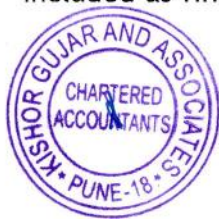
The measurement of financial liabilities depends on their classification, as described below:

Financial Liabilities at fair value through profit or loss (FVTPL).

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities at amortised cost.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR (Effective Interest Rate) method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process. The EIR amortisation is included as finance costs in the statement of profit and loss.



For Quality Power Electrical Equipments Ltd.
[Signature] Director
[Signature] Director

c. Financial guarantee contracts.

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amount of income recognised in accordance with the principles of Ind AS 115.

d. Derecognition.

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

e. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

J. IMPAIRMENT.

The Company assessed the expected credit losses associated with its assets carried at amortised cost and fair value through other comprehensive income based on the Company's past history of recovery, credit worthiness of the counter party and existing and future market conditions.

For all financial assets other than trade receivables, expected credit losses are measured at an amount equal to the 12-month expected credit loss (ECL) unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. For trade receivables, the Company has applied the simplified approach for recognition of impairment allowance as provided in Ind AS 109 which requires the expected lifetime losses from initial recognition of the receivables.

For contract assets, the Company has applied the simplified approach for recognition of impairment allowance as provided in Ind AS 109 which requires the expected lifetime losses from initial recognition of the contract assets.

K. BORROWING COSTS.

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for



For Quality Power Electrical Equipments Ltd.
Randya
Director

Ram Chh
Director

capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

L. CASH AND CASH EQUIVALENTS.

Our cash and cash equivalents consist of cash on hand and in banks and demand deposits with banks (three months or less from the date of acquisition). For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks (three months or less from the date of acquisition), net of outstanding bank overdrafts that are repayable on demand and are considered part of our Company's cash management system. In the statement of assets and liabilities, bank overdrafts are presented under borrowings within current liabilities.

Deposits with banks with original maturity more than 3 months but less than 12 months are shown in Bank balances other than cash and cash equivalents.

Margin money deposit is shown in Bank balances other than cash and cash equivalents.

M. CASH FLOW STATEMENTS.

Cash flows are reported using the indirect method as per Ind AS 7 Statement of cash flows, whereby net profit before taxes for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

N. EARNINGS PER SHARE (EPS).

a. Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the company
- by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued and sub-division of face value of equity shares.

b. Diluted earnings per share

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

- the profit attributable to owners of the company
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

O. LEASES.

In accordance with IND AS 116, the Company recognises a right of use asset and a lease liability at the lease commencement date. The right of use asset is initially measured at cost which comprise the initial amount of lease liability adjusted for any lease payments made before the commencement date. The right of use asset is subsequently depreciated using the straight-line method of the balance lease term. In addition, the



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

right of use asset is periodically reduced by impairment loss, if any and adjusted for certain re-measurement of lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the implicit rate in the lease or the incremental borrowing rate, if that rate cannot be readily available at the commencement date of the lease for the estimated term of the obligation.

Lease payments included in the measurement of the lease liability comprise the amounts expected to be payable over the period of lease. The lease liability is measured at amortised cost using effective interest rate method. It is re-measured when there is a change in future lease payments arising from change in the index or rate.

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

The Company Recognises ROU Asset and Lease Liability for the Machinery taken on rent by making suitable assumptions for arriving at lease Liability.

P. EMPLOYEE BENEFIT EXPENSES.

(i) Employment benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Post Employment benefits

(a) Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which a Company pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts.

Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

(b) Defined benefit plans

The Companies net obligation in respect of gratuity is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value, and the fair value of any plan assets is deducted. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the



For Quality Power Electrical Equipments Ltd.
Sandya
Director

Bharat
Director

Chirag

present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the reporting date.

Re-measurement of defined benefit plans in respect of post-employment are charged to Other Comprehensive Income.

Q. GOVERNMENT GRANTS AND SUBSIDIES

Grants and subsidies from the government are recognised when there is reasonable assurance that (i) the Company will comply with the conditions attached to them, and (ii) the grant / subsidy will be received.

When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and released to income in equal amounts over the expected useful life of the related asset.

When the Company receives grants of non-monetary assets, the asset and the grant are recorded at fair value amounts and released to profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset i.e. by equal annual instalments. When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant. The loan or assistance is initially recognised and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

R. TAXES.

i. Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

ii. Deferred tax (Net)

Deferred income tax is recognised using the balance sheet approach, deferred tax is recognised on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction. Deferred income tax assets are recognised for all deductible temporary differences, carry forward of unused



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

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

Current and deferred taxes are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised outside profit or loss. In such cases, the tax effects are also recorded outside profit or loss, either in Other Comprehensive Income or directly in Equity, consistent with the underlying transaction or event.

Accordingly:

- Tax on items recognised in Other Comprehensive Income, such as remeasurement of defined benefit obligations or changes in fair value of equity instruments designated at fair value through OCI, is also recognised in Other Comprehensive Income.
- Tax on items recognised directly in equity, such as tax benefits related to share issue expenses or adjustments on initial recognition of financial instruments, is recognised directly in equity.

A deferred tax asset has been recognised on share issue expenses, as these are allowable as a deduction over a period of five years for tax purposes, while the corresponding expense is adjusted directly against equity for accounting purposes. The resulting deductible temporary difference has been recognised as a deferred tax asset.

5. PROVISIONS AND CONTINGENCIES

(i) Provisions.

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.



For Quality Power Electrical Equipments Ltd.

Randya
Director

Bh...
Director

Ch...

(ii) Warranties

The estimated liability for product warranties is recorded when products are sold / project is completed. These estimates are established using historical information on the nature, frequency and average cost of warranty claims. Management estimates for possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claims arise being typically up to five years.

(iii) Contingent Liabilities.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non -occurrence of one or more uncertain future events not wholly within the control of the Company.

Claims against the Company where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

(iv) Contingent Assets.

Contingent assets are not recognised in standalone financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised accordingly.

T. OPERATING SEGMENT.

The company is exclusively engaged in the business of Manufacturing of Power Products and providing Services in the areas of Power Generation, Power Transmission, Power Distribution and Power Automation.

Based on the management approach, the allocation of resources and assessment of segment performance are focused on the types of goods or services delivered or provided. The Company is in the business of manufacture and sale of electric equipment's, which in the context of Indian Accounting Standard 108 'Operating Segment' represents a single reportable business segment.

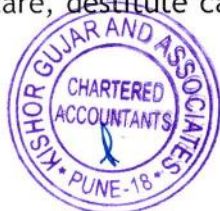
The revenues, total expenses and net profit as per the Statement of profit and loss represent the revenue, total expenses and the net profit of the sole reportable segment.

U. RELATED PARTY TRANSACTIONS.

For details of the related party transactions, as per the requirements under applicable Accounting Standards, i.e., Ind AS 24 - Related Party Disclosures, for the period ended March 31, 2025 and as reported in the Standalone Financial Statement, see "Standalone Financial Statement - Notes forming part of the Standalone Financial Statement".

V. CORPORATE SOCIAL RESPONSIBILITY ("CSR")

As per Section 135 of the Companies act, 2013, a company, meeting the applicability threshold, need to spend at least 2% of its average net profit for the immediately preceding three financial years on CSR activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, health care, destitute care and rehabilitation, environment sustainability, disaster relief and



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

rural development projects. The funds were primarily allocated to a project and utilized through the year on these activities which are specified in schedule VII of the Companies Act, 2013.

As per section 135 of the Companies Act, 2013, a company has formed CSR committee. (Refer Note No 56 to the Standalone Financial Statement).

W. FOREIGN CURRENCY.

i) Functional currency

The functional currency of the Company is the Indian rupee. These financial statements are presented in Indian rupees (rounded off to million).

ii) Initial Recognition

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction.

iii) Subsequent Recognition

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. All monetary assets and liabilities in foreign currency are restated at the end of accounting period. Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss.

X. CURRENT AND 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:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading.
- Expected to be realised within twelve months after the reporting period, or
- 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:

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

The company classifies all other liabilities as non-current.



For Quality Power Electrical Equipments Ltd.
[Signature]
Director

[Signature]
Director

[Signature]

Deferred tax assets and liabilities are classified as non-current assets and liabilities

Y. SUBSEQUENT EVENTS OCCURRED AFTER BALANCE SHEET DATE.

No subsequent events occurred after the balance sheet date.

Z. OTHERS.

Figures have been rearranged and regrouped wherever practicable and considered necessary.

AA. Non-Current Assets Held for Sale and Discontinued Operations

Classification as Held for Sale:

The Company classifies non-current assets or disposal groups as held for sale if their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. For this to be the case, the asset (or disposal group) must be available for immediate sale in its present condition and its sale must be highly probable.

Management must be committed to the plan to sell the asset, and the sale should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Measurement:

Non-current assets or disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Depreciation on such assets ceases from the date they are classified as held for sale.

Discontinued Operations:

A discontinued operation is a component of the Company that either has been disposed of or is classified as held for sale and represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately in the Statement of Profit and Loss.

Presentation and Disclosure:

Assets and liabilities classified as held for sale are presented separately under the current section of the Balance Sheet. The results of discontinued operations are presented separately from continuing operations in the Statement of Profit and Loss, including the comparative period. Relevant disclosures are made in accordance with the requirements of Ind AS 105



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

[Signature]

BB. Recent Accounting Pronouncement:

The Ministry of Corporate Affairs vide notification dated 9 September 2024 and 28 September 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and Companies (Indian Accounting Standards) Third Amendment Rules, 2024, respectively, which amended/ notified certain accounting standards (see below), and are effective for annual reporting periods beginning on or after 1 April 2024:

- Insurance contracts - Ind AS 117; and
- Lease Liability in Sale and Leaseback - Amendments to Ind AS 116

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

Further MCA has notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, with respect to lack of exchangeability and this will be applicable to the Group for reporting periods beginning on or after 1 April 2025.

3. SIGNIFICANT ACCOUNTING, JUDGEMENTS ESTIMATES AND ASSUMPTIONS.

In the application of the Company's accounting policies, which are described in Note 2, 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 estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty.

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year:

(i) Cost to Complete.

Management estimates the costs to complete for each project for the purpose of revenue recognition and recognition of anticipated losses on projects, if any. In the process of calculating the cost to complete, Management conducts regular and systematic reviews of actual results and future projections with comparison against budget.

This process requires monitoring controls including financial and operational controls and identifying major risks facing the Company and developing and implementing initiatives to manage those risks. The Company's Management is confident that the costs to complete the project are fairly estimated.

(ii) Percentage of Completion.

Management's estimate of the percentage of completion on each project for the purpose of revenue recognition is through conducting some weight analysis to assess the actual



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

quantity of the work for each activity performed during the reporting period and estimate any future costs for comparison against the initial project budget.

This process requires monitoring of financial and operational controls. Management is of the opinion that the percentage of completion of the projects is fairly estimated. As required by Ind AS 115, in applying the percentage of completion on its long-term projects, the Company is required to recognise any anticipated losses on its contracts.

(iii) Impairment of financial assets and contract assets.

The Company's Management reviews periodically items classified as receivables and contract assets to assess whether a provision for impairment should be recorded in the statement of profit and loss. Management estimates the amount and timing of future cash flows when determining the level of provisions required. Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgement and uncertainty.

The Company reviews its carrying value of investments annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

(iv) Litigations.

From time to time, the Company is subject to legal proceedings the ultimate outcome of each being always subject to many uncertainties inherent in litigation. A provision for litigation is made when it is considered probable that a payment will be made, and the amount of the loss can be reasonably estimated.

Significant judgement is made when evaluating, among other factors, the probability of unfavourable outcome and the ability to make a reasonable estimate of the amount of potential loss. Litigation provisions are reviewed at each Balance Sheet date and revisions made for the changes in facts and circumstances. Provision for litigations and contingent liabilities are disclosed in Note 44 (B).

(v) Defined Benefit plans.

The cost of the defined benefit plans and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. All assumptions are reviewed at each Balance Sheet date and disclosed in Note 36.

(vi) Useful lives of property, plant and equipment and intangible assets.

The Company has estimated useful life of each class of assets based on the nature of assets, the estimated usage of the asset, the operating condition of the asset, past history of replacement, anticipated technological changes, etc. The Company reviews the useful life of property, plant and equipment and intangible assets as at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods.

(vii) Warranty provisions

The Company gives warranties for its products, undertaking to repair or replace the product that fail to perform satisfactorily during the warranty period. Provision made at



For Quality Power Electrical Equipments Ltd.

[Signature]
Director

[Signature]
Director

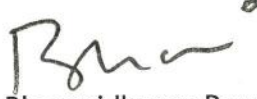
[Signature]

the year-end represents the amount of expected cost of meeting such obligations of rectification / replacement which is based on the historical warranty claim information as well as recent trends that might suggest that past cost information may differ from future claims. Factors that could impact the estimated claim information include the success of the Company's productivity and quality initiatives.

For and on behalf of the Board of Directors of
QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED



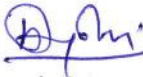
Thalavaidurai Pandyan
Chairman & Managing Director
DIN: 00439782



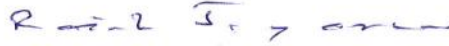
Bharanidharan Pandyan
Joint Managing Director
DIN: 01298247



Chitra Pandyan
Whole Time Director
DIN: 02602659



Deepak Suryawanshi
Company Secretary
PAN: CJKPS2065J



Rajesh Jayaraman
Chief Financial Officer
PAN: ABHPR6320E



QUALITY POWER ELECTRICAL EQUIPMENTS LIMITED

CIN : L31102PN2001PLC016455

Notes Forming part of Standalone Financial Statements (Contd.)

23. TRADE PAYABLES

All amounts are in ₹ Millions, unless otherwise stated

Particulars	As at 31st March, 2025	As at 31st March, 2024
Trade payables to micro and small enterprises ('MSE')	13.41	15.28
Trade payables to related parties	6.97	8.58
Trade payables to others	123.17	118.38
	143.56	142.24

a) Ageing schedule for trade payables -As at March 31, 2025

Particulars	Not due	Outstanding from due date of payment			TOTAL
		< 1 year	1-2 years	2-3 years	
Undisputed dues of MSE	4.16	9.22	-	-	13.38
Undisputed dues of creditors	94.01	34.52	0.32	0.07	128.93
Disputed dues of MSE	-	0.04	-	-	0.04
Disputed dues of creditors other	-	-	-	1.21	1.21
Total	98.17	43.78	0.32	0.07	143.56

Ageing schedule for trade payables -As at March 31, 2024

Particulars	Not due	Outstanding from due date of payment			TOTAL
		< 1 year	1-2 years	2-3 years	
Undisputed dues of MSE	15.05	0.23	0.00	-	15.28
Undisputed dues of creditors	117.75	5.52	0.11	2.40	126.96
Disputed dues of MSE	-	-	-	-	-
Disputed dues of creditors other	-	-	-	-	-
Total	132.79	5.75	0.11	2.40	142.24



For Quality Power Electrical Equipments Ltd.

Sanjay

Director

Ravi

Director

Chh