

**Independent Auditors' Examination Report on the restated summary statement of assets and liabilities as at September 30, 2025, December 31, 2024, 2023 and 2022, restated summary statement of profit and loss (including other comprehensive income), restated summary statement of cash flows and changes in equity for each of the nine month period ended September 30, 2025 and years ended December 31, 2024, 2023 and 2022, summary statement of material accounting policies and other explanatory information of Bonfiglioli Transmissions Limited (collectively, the "Restated Summary Statements").**

To,  
The Board of Directors  
**Bonfiglioli Transmissions Limited**  
Plot No. AC 7-AC11, SIDCO Industrial Estate, Thirumudivakkam,  
Kancheepuram – 600132, Tamil Nadu, India

Dear Sirs:

1. We have examined the attached Restated Summary Statements of **Bonfiglioli Transmissions Limited (formerly known as Bonfiglioli Transmissions Private Limited)** (the "Company") annexed to this report and prepared by the Company for the purpose of inclusion in the Draft Red Herring Prospectus ("DRHP") in connection with its proposed Initial Public Offer ("IPO"). The Restated Summary Statements, which have been approved by the Board of Directors of the Company at their meeting held on February 05, 2026, have been prepared in accordance with the requirements of:
  - a) Section 26 of Part I of Chapter III of the Companies Act 2013 (the "Act");
  - b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"); and
  - c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) (as amended) issued by the Institute of Chartered Accountants of India ("ICAI"), (the "Guidance Note").

### **Management's Responsibility for the Restated Summary Statements**

2. The preparation of the Restated Summary Statements, which are to be included in the DRHP is the responsibility of the Management of the Company. The Restated Summary Statements have been prepared by the Management of the Company on the basis of preparation, as stated in note 2.1 to the Restated Summary Statements. The Management's responsibility includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the Restated Summary Statements. The Management is also responsible for identifying and ensuring that the Company complies with the Act, ICDR Regulations and the Guidance Note.



### **Auditors' Responsibilities**

3. We have examined such Restated Summary Statements taking into consideration:
- a) the terms of reference and terms of our engagement agreed with you vide our engagement letter dated October 31, 2025, requesting us to carry out the assignment, in connection with the proposed IPO of the Company;
  - b) the Guidance Note. The Guidance Note also requires that we comply with ethical requirements of the Code of Ethics Issued by ICAI.
  - c) concepts of test checks and materiality to obtain reasonable assurance based on the verification of evidence supporting the Restated Summary Statements; and
  - d) The requirements of Section 26 of the Act and the ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act and the ICDR Regulations in connection with the IPO.

### **Restated Summary Statements**

4. These Restated Summary Statements have been compiled by the management of the Company from:
- a) the audited interim financial statements of the Company, as at and for the nine month period ended September 30, 2025, which was prepared in accordance with the accounting principle generally accepted in India including the Indian Accounting Standard (Ind AS) 34 specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and which were approved by the Board of Directors on February 05, 2026.
  - b) Audited financial statements of the Company as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022 which were prepared in accordance with the Indian Accounting Standard (referred to as "Ind AS") as prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules 2015, as amended and other accounting principles generally accepted in India, which have been approved by the Board of Directors at their meeting held on April 16, 2025, April 02, 2024 and April 05, 2023, respectively.

### **Auditors Report**

5. For the purpose of our examination, we have relied on:
- a. Auditors' report issued by us dated February 05, 2026 on the audited interim financial statements of the Company as at and for the nine-month period ended September 30, 2025, as referred in Paragraph 4(a) above.
  - b. Auditors' reports issued by us, dated April 16, 2025, April 02, 2024 and April 05, 2023, respectively on the financial statements of the Company as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022, respectively, as referred in Paragraph 4(b) above.



6. The audit reports on the financial statements as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022 issued by us, as referred in paragraph 5 above, contain the following which do not require any adjustment in the Restated Summary Statements:
- a. The report on Other Legal and Regulatory Requirements included in the auditor's report on the financial statements of the Company as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022 included modifications relating to the maintenance of books of account and other matters connected therewith (included in Annexure VII to the Restated Summary Statements), which did not require any corrections in the attached Restated Summary Statements.
  - b. The auditor's report on the financial statements of the Company included qualifications in the report on the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub section (11) of Section 143 of the Act ("CARO 2020") as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022 (included in Annexure VII to the Restated Summary Statements), which did not require any corrections in the attached Restated Summary Statements.
7. Based on our examination and according to the information and explanations given to us as at and for the nine-month period ended September 30, 2025 and as at and for the financial year ended December 31, 2024, December 31, 2023 and December 31, 2022, we report that Restated Summary Statements of the Company:
- i. have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the nine-month period ended September 30, 2025;
  - ii. there are no qualifications in the auditors' reports on the audited financial statements of the Company as at and for the financial years ended December 31, 2024, December 31, 2023 and December 31, 2022, and on the audited interim financial statements as at and for the nine-month period ended September 30, 2025, which require any adjustments to the Restated Summary Statements. However, there are modifications in our report on Other Legal and Regulatory Requirements relating to the maintenance of books of account and other matters connected therewith and items relating to qualifications in CARO 2020, as disclosed in Annexure VII to the Restated Summary Statements, which do not require any adjustment to the Restated Summary Statements; and
  - iii. have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

8. We have not audited any financial statements of the Company as of any date or for any period subsequent to September 30, 2025. Accordingly, we express no opinion on the financial position, results of operations, cash flows and statement of changes in equity of the Company as of any date or for any period subsequent to September 30, 2025.
9. This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
10. The Restated Summary Statements do not reflect the effects of events that occurred subsequent to the audited financial statements mentioned in paragraph 4(a) above.
11. We have no responsibility to update our report for events and circumstances occurring after the date of the report.
12. Our report is intended solely for use of the Board of Directors for inclusion in the DRHP to be filed with Securities and Exchange Board of India, National Stock Exchange of India Limited and BSE Limited, in connection with the proposed IPO. Our report should not be used, referred to, or distributed for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come.

For **S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004



per Chirag Shah  
Partner

Membership Number: 121648  
UDIN: 26121648VJZCTX3988  
Place of Signature: Chennai  
Date: February 05, 2026



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure 1 - Restated Summary Statement of Assets And Liabilities**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	Note	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant and equipment	3	2,358.34	2,481.46	2,396.48	1,682.34
Capital work-in-progress	3	153.28	112.21	202.57	96.39
Intangible assets	3	1.77	3.04	23.18	18.53
Intangible assets under development	3	11.73	9.46	-	-
Right-of-use asset	3	317.83	343.07	381.04	342.81
<b>Financial assets</b>					
i. Investments					
ii. Loans	5A	92.40	1.13	1.13	1.13
iii. Other financial assets					
Deferred tax assets (Net)	6A	59.63	55.56	54.59	190.73
Non-Current tax assets (Net)	8	256.01	161.80	175.08	142.30
Other non-current assets	19A	4.92	4.92	26.93	35.53
<b>Total non-current assets</b>	7A	<b>88.13</b>	<b>74.39</b>	<b>71.84</b>	<b>70.81</b>
<b>Current assets</b>					
<b>Total current assets</b>		<b>3,347.17</b>	<b>3,339.44</b>	<b>3,332.84</b>	<b>2,580.57</b>
<b>Equity and liabilities</b>					
<b>Equity</b>					
Equity share capital	13	1,253.31	1,253.31	1,311.23	1,311.23
Other equity	14	7,999.65	7,277.61	6,742.12	5,942.51
<b>Total equity</b>		<b>9,252.96</b>	<b>8,530.92</b>	<b>8,053.35</b>	<b>7,253.74</b>
<b>Non-current liabilities</b>					
<b>Financial liabilities</b>					
i. Lease liabilities					
ii. Other financial liabilities	18A	5.43	28.09	60.10	19.56
Provisions	16A	12.10	1.82	20.31	11.04
<b>Total non-current liabilities</b>	17A	<b>114.40</b>	<b>106.35</b>	<b>107.59</b>	<b>90.04</b>
<b>Current liabilities</b>					
<b>Contract liabilities</b>					
Financial liabilities	22	32.69	50.40	31.33	23.73
i. Borrowings					
ii. Lease liabilities	15	-	-	1,107.86	1,437.44
iii. Trade payables	18B	32.51	37.48	36.56	37.09
Total outstanding dues of micro and small enterprises					
Total outstanding dues of creditors other than micro and small enterprises					
iii. Other financial liabilities	20	533.01	382.72	588.60	481.76
Current tax liability (net)	16B	3,265.68	2,710.88	3,227.00	2,335.33
Other current liabilities	19B	108.52	447.75	275.85	216.03
Provisions	21	166.36	194.56	135.81	101.09
Provisions	17B	65.56	206.54	314.34	210.69
<b>Total current liabilities</b>		<b>4,405.91</b>	<b>4,030.33</b>	<b>5,717.35</b>	<b>4,843.16</b>
<b>Total liabilities</b>		<b>4,537.84</b>	<b>4,166.59</b>	<b>5,905.35</b>	<b>4,963.80</b>
<b>Total equity and liabilities</b>		<b>13,790.80</b>	<b>12,697.51</b>	<b>13,958.70</b>	<b>12,217.54</b>

The above balance sheet should be read in conjunction with the accompanying Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary Statement of Assets & Liabilities, Annexure VI - Notes to Restated Summary Statements and Annexure VII - Statement of adjustments to Restated Summary Statements.

This is the balance sheet referred to in our report of even date.

for S.R. Batliboi & Associates LLP  
 Chartered Accountants  
 ICAI Firm Registration Number: 101049W/E300004  
  
 per Chirag Shah  
 Partner  
  
 Membership Number: 12164  
 Place: Chennai  
 Date: February 05, 2026

for and on behalf of the Board of  
 Bonfiglioli Transmissions Limited  
 (Formerly known as Bonfiglioli Transmissions Private Limited)  
 CIN: U29309TN1998PLC040717  
  
 G A Balaji  
 Whole Time Director  
 and Chief Financial  
 Officer  
 DIN: 06630726  
 Place: Chennai  
 Date: February 05, 2026

  
 Kennedy V Kaipally  
 Managing Director  
 DIN: 08110794  
 Place: Chennai  
 Date: February 05, 2026

  
 Sunil Kumar  
 Company Secretary  
 M No: A58368  
 Place: Chennai  
 Date: February 05, 2026



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure II - Restated Summary Statement of Profit and Loss (including other comprehensive income/(loss))**  
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

	Note	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>Continuing Operations</b>					
<b>Income</b>					
Revenue from operations	23	14,661.74	14,640.79	16,875.07	15,586.01
Other income	24	77.80	69.73	144.71	115.31
<b>Total Income</b>		<b>14,679.54</b>	<b>14,710.52</b>	<b>17,019.78</b>	<b>15,703.32</b>
<b>Expenses</b>					
Cost of raw materials & components consumed	25	9,107.44	11,885.52	11,112.52	9,921.60
Changes in inventories of finished goods and work-in-progress	26	104.64	43.06	(268.36)	(3.59)
Employee benefits expense	27	750.21	981.94	895.93	800.56
Finance costs	29	52.96	104.25	130.48	70.76
Depreciation and amortisation expense	28	341.14	450.27	363.07	337.75
Other expenses	30	2,104.68	2,799.66	2,894.30	2,322.04
<b>Total expenses</b>		<b>12,461.07</b>	<b>16,264.70</b>	<b>14,927.44</b>	<b>13,462.12</b>
<b>Restated Profit before tax from continuing operations</b>		<b>2,218.47</b>	<b>2,445.82</b>	<b>2,092.34</b>	<b>2,241.20</b>
<b>Tax expense:</b>					
Current tax	31	664.02	572.61	561.15	583.42
Tax pertaining to earlier years	31	(4.04)	(58.58)	73.52	(1,247)
Deferred tax	31	(93.40)	15.53	(114.34)	(7.00)
<b>Total tax expense</b>		<b>566.58</b>	<b>534.59</b>	<b>619.36</b>	<b>563.67</b>
<b>Restated Profit after tax for the period/year from continuing operations</b>		<b>1,651.89</b>	<b>1,911.23</b>	<b>1,476.98</b>	<b>1,687.53</b>
<b>Discontinued Operations</b>					
Profit from Discontinued Operations before tax	32	-	22.06	21.11	76.03
Gain on disposal of discontinued operations	32	-	23.74	-	(1,247)
Less Expenses of Discontinued Operations	32	-	(10.14)	(6.14)	(9,907)
<b>Restated Profit after tax for the period/year from discontinued operations</b>		<b>-</b>	<b>35.66</b>	<b>14.97</b>	<b>26.99</b>
<b>Restated Profit after tax for the period/year</b>		<b>1,651.89</b>	<b>1,946.89</b>	<b>1,495.25</b>	<b>1,714.49</b>
<b>Other comprehensive income:</b>					
Items that will not be reclassified to profit or loss in subsequent periods					
Arise from its loss of post-employment benefit obligations		(3.21)	(8.95)	(53.51)	21.78
Income tax relating to the above item		0.81	2.25	13.47	(5.48)
<b>Other comprehensive income/(loss) for the period/year, net of tax</b>		<b>(2.40)</b>	<b>(6.70)</b>	<b>(40.04)</b>	<b>16.30</b>
<b>Restated total comprehensive income for the period/year, net of tax</b>		<b>1,649.49</b>	<b>1,940.19</b>	<b>1,455.21</b>	<b>1,730.79</b>
Restated Earnings per equity share: (Nominal value per share: Rs. 10; December 31, 2024, December 31, 2023, December 31, 2022, Rs. 10)					
Restated Earnings per Equity Share: (Basic and Diluted) - Continuing Operations	33	8.79	10.06	7.62	8.71
Restated Earnings per Equity Share: (Basic and Diluted) - Discontinued Operations	33	-	0.19	0.09	0.14
Restated Earnings per Equity Share: (Basic and Diluted) - Continuing & Discontinued Operations	34	8.79	10.25	7.71	8.85

The above statement of profit and loss not annualised for September 30, 2025 should be read in conjunction with the accompanying Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary Statement of Assets & Liabilities, Annexure VI - Notes to Restated Summary Statements and Annexure VII - Statement of adjustments to Restated Summary Statements.

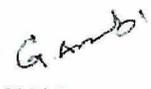
This is the statement of profit and loss referred to in our report of even date

for **S.R. Baliboi & Associates LLP**  
 Chartered Accountants  
 (CAI Firm Registration Number: 101049W/E300004)

  
 Mr. Chirag Shah  
 Partner



Membership Number: 121048  
 Place: Chennai  
 Date: February 05, 2026

  
 G. A. Balaji  
 Whole Time  
 Director and  
 Chief Financial  
 Officer  
 DIN: 06630726  
 Place: Chennai  
 Date: February 05, 2026

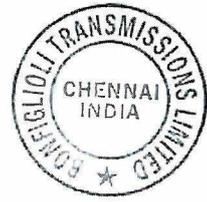
for and on behalf of the Board of  
**Bonfiglioli Transmissions, Limited**  
 (Formerly known as Bonfiglioli Transmissions Private Limited)  
 CIN: U29309TN1998PLC040717

  
 K. V. Kaipully  
 Managing Director

  
 Sunil Kumar  
 Company Secretary

DIN: 08110794  
 Place: Chennai  
 Date: February 05, 2026

M No: A58368  
 Place: Chennai  
 Date: February 05, 2026





**Bonfiglioli Transmissions Limited** (Formerly known as Bonfiglioli Transmissions Private Limited)  
**Annexure IV - Reconciling Statement of Changes in Equity**  
 CIN: U29349TN1999PLC040717  
 All amounts in Millions of Indian Rupees, unless otherwise stated

Particulars	As at September 30, 2025		As at December 31, 2024		As at December 31, 2023		As at December 31, 2022	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>A. EQUITY shares capital</b>								
Equity shares of face value of INR 10 each (issued, Subscribed, Fully Paid)	125,300,516	1,253.31	1,311,22,894	1,311.23	131,122,894	1,311.23	131,122,894	1,311.23
Reserve as at the beginning of the year	-	-	67,92,428	67.92	-	-	-	-
Share Dividend Paid	-	-	-	-	-	-	-	-
Balance as at the end of the period/year	125,300,516	1,253.31	1,379,150,322	1,379.15	131,122,894	1,311.23	131,122,894	1,311.23

Particulars	Note	Reserves and surplus			Total
		Securities premium	Retained earnings	Capital Redemption Reserve	
<b>B. Other equity</b>					
<b>For the period ended September 30, 2025</b>					
Balance as at January 01, 2025	14	-	7,219.69	87.92	7,277.61
Residual Profit for the period - Continuing Operations		-	1,601.80	-	1,651.89
Residual Profit for the period - Discontinued Operations		-	-	-	-
Other retained comprehensive income (net of tax)		-	12.40	-	12.40
Payment of Dividend to share holders		-	827.63	-	827.63
Total Retained comprehensive income for the period		-	722.57	-	722.57
Balance as at September 30, 2025		-	7,941.72	87.92	7,999.62
<b>For the year ended December 31, 2024</b>					
Balance as at January 01, 2024	14	309.32	6,432.80	-	6,742.12
Residual Profit for the year - Continuing Operations		-	1,911.23	-	1,911.23
Residual Profit for the year - Discontinued Operations		-	33.66	-	33.66
Other retained comprehensive income (net of tax)		-	16.70	-	16.70
Payment of Dividend to share holders		-	149.30	-	149.30
Utilized against the bank of Shares		-	110.67	57.92	52.75
Utilized against the bank of Shares - Tax		-	(33.33)	-	(33.33)
Utilized against the bank of Shares - Securities premium		(409.37)	-	-	(409.37)
Total Retained comprehensive income for the year		(109.37)	78.69	57.92	25.91
Balance as at December 31, 2024		309.32	7,219.69	87.92	7,377.61
<b>For the year ended December 31, 2023</b>					
Balance as at January 01, 2023	14	309.32	5,603.19	-	5,942.51
Residual Profit for the year - Continuing Operations		-	1,476.98	-	1,476.98
Residual Profit for the year - Discontinued Operations		-	18.27	-	18.27
Other retained comprehensive income (net of tax)		-	(49.04)	-	(49.04)
Payment of Dividend to share holders		-	855.69	-	855.69
Total Retained comprehensive income for the year		-	791.61	-	791.61
Balance as at December 31, 2023		309.32	6,432.80	-	6,742.12
<b>For the year ended December 31, 2022</b>					
Balance as at January 01, 2022	14	309.32	3,541.40	-	3,850.72
Residual Profit for the year - Continuing Operations		-	1,497.30	-	1,497.30
Residual Profit for the year - Discontinued Operations		-	26.96	-	26.96
Other retained comprehensive income (net of tax)		-	16.30	-	16.30
Payment of Dividend to share holders		-	(1,029.00)	-	(1,029.00)
Total Retained comprehensive income for the year		-	511.56	-	511.56
Balance as at December 31, 2022		309.32	3,632.96	-	3,942.28

The above statement should be read with Annexure V - Summary of material accounting policies and explanatory notes forming part of Reconciling Statement of Financial Position, Annexure VI - Notes to Reconciling Statement, Statements and Annexure VII - Statement of adjustments in Reconciling Statement.

During the previous year ended November 31, 2024, the Company had bought back 2,732,328 shares of face value of INR 10 each at INR 121.40 per share and such buy back were made in many lots of various sizes.

Company Act, 2013

**S. R. Balaji & Associates LLP**  
 Chartered Accountants  
 ICAI Firm Registration Number: 1010497/2010004

**S. R. Balaji & Associates LLP**  
 Chennai

per **Chandrabhan**  
 Partner

Membership Number: 121614  
 Place: Chennai, India  
 Date: February 05, 2026

For and on behalf of the Board of Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)  
 CIN: U29349TN1999PLC040717

**Rohit Kumar**  
 Managing Director

**Sudh Kumar**  
 Company Secretary

M No. ACIA 88  
 D No. 111/2024  
 Date: February 05, 2026

**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure III - Restated Summary Statement of Cash Flows**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	Nine Month Period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>A. Cash flows from operating activities</b>				
<b>Restated Profit before tax from Continuing and Discontinued Operations</b>	2,218.47	2,491.62	2,116.75	2,287.23
<b>Adjustments for</b>				
Profit from discontinued operations	-	(22.06)	(24.41)	(36.03)
Gain on disposal of discontinued Operations	-	(23.74)	-	-
Depreciation and amortisation expense	310.76	407.60	312.97	298.26
Amortisation - Right-of-use asset	30.38	42.67	50.10	39.49
Allowance for doubtful debts no longer required written back	(9.50)	-	(3.95)	-
Interest income	(60.89)	(65.01)	(140.12)	(114.86)
Provision for sales tax disputes	-	-	-	1.10
Allowance for doubtful debts	-	23.24	-	1.09
Gain on sale of property, plant and equipment	(1.12)	(0.97)	(0.64)	(0.45)
Finance cost excluding interest on lease liabilities	50.18	97.31	125.15	64.78
Interest expense on Lease liabilities	2.78	6.94	5.33	5.98
Provision for product warranty	80.42	81.48	100.41	74.30
Net foreign exchange differences (unrealised)	1.73	(17.19)	23.91	19.39
Gain on termination of lease	(6.29)	-	-	-
Loss on disposal of property, plant and equipment	2.31	0.57	3.93	-
<b>Operating Profit before working capital changes</b>	<b>2,619.23</b>	<b>3,022.46</b>	<b>2,569.43</b>	<b>2,640.28</b>
<b>Working capital adjustments:</b>				
Increase in trade receivables	(645.79)	(14.87)	(310.36)	(427.87)
(Increase)/Decrease in inventories	(249.72)	208.60	(687.20)	56.80
(Increase)/Decrease in other financial assets	68.95	(249.16)	4.60	(15.80)
Increase/ (Decrease) in trade payables	673.35	(703.48)	953.36	(252.27)
(Increase)/ Decrease in other assets	(168.00)	85.91	(118.20)	162.80
Decrease in provisions	(81.00)	(128.80)	(68.60)	(30.92)
Increase/ (Decrease) in other financial liabilities	(241.00)	(156.92)	(35.40)	38.00
Decrease in other Contract liabilities	(17.00)	-	-	-
Increase/ (Decrease) in other current liabilities	(129.00)	77.90	42.30	(60.90)
<b>Cash generated from operations</b>	<b>1,830.02</b>	<b>2,141.64</b>	<b>2,349.73</b>	<b>2,110.12</b>
Cash flow from operating activities - discontinued operations	-	44.59	41.90	49.52
Tax paid (Continuing & Discontinued Operations) Net of refunds	(412.00)	(567.90)	(616.90)	(597.01)
<b>Net cash inflow from operating activities*</b>	<b>1,418.02</b>	<b>1,618.33</b>	<b>1,774.73</b>	<b>1,562.63</b>
<b>B. Cash flows from investing activities</b>				
Purchase of property, plant and equipment and intangible assets	(360.79)	(449.22)	(1,022.98)	(661.60)
Proceeds from disposal of property, plant and equipment	21.13	8.40	2.00	(0.30)
Deposits made during the period/ year	(1,099.94)	(6,750.90)	(4,740.10)	(7,429.40)
Loans advanced to related party	(300.31)	(218.50)	-	-
Loans repaid by related party	390.36	-	-	-
Proceeds from the deposits matured during the period/year	850.94	8,450.10	4,870.40	7,340.00
Proceeds from Sale of Discontinued operations	-	23.74	-	-
Interest income received	59.00	117.00	133.40	135.40
<b>Cash Flow From Investing Activities - Continuing Operations</b>	<b>(439.61)</b>	<b>1,180.62</b>	<b>(757.28)</b>	<b>(615.90)</b>
<b>Cash Flow From Investing Activities - Discontinued Operations</b>	<b>-</b>	<b>36.92</b>	<b>(32.12)</b>	<b>-</b>
<b>Cash Flow From/ (Used) Investing Activities - Continuing And Discontinued Operations</b>	<b>(439.61)</b>	<b>1,217.54</b>	<b>(789.40)</b>	<b>(615.90)</b>
<b>C. Cash flows from financing activities</b>				
Interest paid	(51.00)	(99.07)	(125.72)	(63.51)
Payment of Principle portion of lease liabilities	(27.62)	(38.55)	(50.50)	(48.27)
Payment of Interest of lease liabilities	(2.78)	(6.90)	(5.30)	(6.00)
Borrowings	-	-	-	-
Proceeds	-	500.00	2,990.00	2,600.00
Repayments	-	(1,607.90)	(3,319.60)	(1,712.60)
Payment of Dividend	(927.45)	(689.30)	(655.60)	(1,639.00)
Buyback of shares	-	(352.80)	-	-
<b>Net cash used from financing activities</b>	<b>(1,008.85)</b>	<b>(2,294.52)</b>	<b>(1,166.72)</b>	<b>(869.38)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A-B+C)</b>	<b>(30.44)</b>	<b>541.35</b>	<b>(181.39)</b>	<b>77.35</b>
Cash and cash equivalents at the beginning of the period/ year	1,466.67	905.32	1,086.71	1,009.36
<b>Cash and cash equivalents as at the end of the period/year (Refer note 11)</b>	<b>1,416.23</b>	<b>1,446.67</b>	<b>905.32</b>	<b>1,086.71</b>

Note: Restated Summary Statement of Cash Flows has been prepared under indirect method set out in Ind AS 7 prescribed.  
 \*Includes amount spent in cash towards Corporate Social Responsibility Rs. 48.18 (2024) Rs. 53.82 (2023) Rs. 37.06 (2022) Rs. 37.40  
 This is the statement of cash flows referred to in our report of even date.

for S.R. Batliboi & Associates LLP  
 Chartered Accountants  
 ICAI Firm Registration Number: 101049W/E300004

  
 Per Chirag Shah  
 Partner



Membership Number: 121648  
 Place: Chennai  
 Date: February 05, 2026

  
 G A Balaji  
 Whole Time Director  
 and Chief Financial  
 Officer  
 DIN: 06630726  
 Place: Chennai  
 Date: February 05, 2026

for and on behalf of the Board of  
 Bonfiglioli Transmissions Limited  
 (Formerly Known as Bonfiglioli Transmissions Private Limited)  
 CIN: U29309TN1998PLC040717

  
 Kennedy V Kaipally  
 Managing Director

  
 Sunil Kumar  
 Company Secretary

DIN: 08110794  
 Place: Chennai  
 Date: February 05, 2026

M No: A58365  
 Place: Chennai  
 Date: February 05, 2026



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

<b>1</b>	<p><b>Brief description of the Company</b></p> <p>Bonfiglioli Transmissions Limited (the 'Company/BTL' formerly known as Bonfiglioli Transmissions Private Limited) CIN: U29309TN1998PLC040717, a public limited company incorporated and domiciled in India, is a wholly owned subsidiary of Bonfiglioli S.p.A., Italy. The Company is engaged in the business of manufacture and sale of and trading in gear boxes and gear motors.</p> <p>The Company is incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is located at Plot No. AC7-AC11, SIDCO Industrial Estate, Thirumudivakkam, Kancheepuram - 600132, Tamil Nadu, India.</p> <p>The Company has converted from Private Limited Company to Public Limited Company, through a special resolution passed in the extraordinary general meeting of the shareholders of the Company held on September 01st, 2025. Consequently, the name of the Company has been changed to Bonfiglioli Transmissions Limited pursuant to a fresh certificate of incorporation issued by the Registrar of Companies dated September 16th, 2025.</p> <p>The Company's Restated summary statements were approved for issue in accordance with a resolution of the directors on February 05, 2026.</p>
<b>2</b>	<p><b>Material accounting policies</b></p>
<b>2.1</b>	<p><b>Statement of Compliance and Basis of Preparation</b></p>
<b>(a)</b>	<p><b>Preparation and compliance with Ind AS</b></p> <p>The Restated Summary Statements of the Company comprise of Restated Summary Statement of Assets and Liabilities as at September 30, 2025, December 31, 2024, December 31, 2023 and December 31, 2022, the Restated Summary Statement of Profit and Loss (including Other Comprehensive Income/Loss), Restated Summary Statement of Changes in Equity and the Restated Summary Statement of Cash Flows for the nine-month period ended September 30, 2025 and for the years ended December 31, 2024, December 31, 2023 and December 31, 2022 and the summary of material accounting policies and explanatory notes (Collectively, the 'Restated Summary Statements').</p> <p>These Restated Summary Statements have been prepared by the management for the purpose of inclusion in the Draft Red Herring Prospectus ('DRHP') to be filed by the Company with the Securities and Exchange Board of India ('SEBI') in connection with the proposed initial public offering of equity shares of face value of Rs. 10 each of the Company (the 'Offer'), in terms of the requirements of:</p> <p>(a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (the 'Act');</p> <p>(b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, issued by the Securities and Exchange Board of India ('SEBI') as amended, from time to time in pursuance of the Securities and Exchange Board of India Act, 1992; and</p> <p>(c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (ICAI) as amended (the 'Guidance Note').</p> <p>The Restated Summary Statements has been compiled from:</p> <ul style="list-style-type: none"> <li>- Audited Interim Financial Statements of the Company as at and for the nine months period ended September 30, 2025 prepared in accordance with Indian Accounting Standard 34 'Interim Financial Reporting' (referred to as 'Ind AS 34') as prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other accounting principles generally accepted in India along with the presentation requirements of Division II of Schedule III to the Companies Act, 2013 (Ind AS compliant Schedule III) as applicable which have been approved by the Board of Directors at their meeting held on February 05, 2026.</li> <li>- Audited financial statements of the Company as at and for the year ended December 31, 2024, December 31, 2023 and December 31, 2022 prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other accounting principles generally accepted in India, along with the presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind-AS compliant Schedule III), as applicable which was approved by the Board of Directors at their meeting held on April 16, 2025, April 02, 2024 and April 05, 2023 respectively.</li> </ul>
<b>(b)</b>	<p><b>Historical cost convention</b></p> <p>The Restated Summary Statements have been prepared on the historical cost and accrual basis except for certain financial instruments that are measured at fair values at the end of each reporting period (refer accounting policy regarding financial instruments). All amounts disclosed in the Restated Summary Statements and notes have been rounded off to the nearest Million Indian Rupees with two decimal places, unless otherwise stated.</p>
<b>(c)</b>	<p><b>Current/Non-current classification</b></p> <p>The Company segregates assets and liabilities into current and non-current categories for presentation in the balance sheet after considering its normal operating cycle and other criteria set out in Ind AS 1, "Presentation of Financial Statements". For this purpose, current assets and liabilities include the current portion of non-current assets and liabilities respectively. Deferred tax assets and liabilities are always classified as non-current. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified period up to twelve months as its operating cycle.</p>
<b>2.2</b>	<p><b>Use of Estimates</b></p> <p>The preparation of the restated summary statements in conformity with generally accepted accounting principles in India requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities as of the Balance Sheet date and reported amount of income and expenses for the year and disclosure of contingent liabilities as of the Balance Sheet date. The estimates and assumptions used in these restated summary statements are based on management's evaluation of the relevant facts and circumstances as of the date of the restated summary statements. Actual results could differ from these estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the restated summary statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the restated summary statements.</p>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**
**2.3 Significant estimates and judgments**

The areas involving significant estimates and judgments are:

(i) **Defined benefit obligation:** -

The cost of the defined benefit gratuity plan and other post-employment medical benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate; future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Further details about gratuity obligations are given in Note 37.

(ii) **Useful life and Residual Value of PPE - Refer note 2.4 (c)**

(iii) **Warranty provision (Refer note 17A and note 17B)**

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. Company also incurs for Warranty expenses that are beyond the warranty period as a goodwill gesture to the customers on case to case basis

(iv) **Expected credit loss:**

The company uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns (i.e., by geography, product type, customer type and rating, and coverage by letters of credit). The provision matrix is initially based on the company's historical observed default rates as follows:

Balances not due are provided at 0.04% and those amounts overdue by 1-90 days are provided at 0.29%. Amounts overdue by 91-180 days are provided at 8.47%, 181-270 days at 32.71%, 271-360 days at 88.32%, and more than 360 days at 100%.

The company will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions (i.e., gross domestic product) are expected to deteriorate over the next year which can lead to an increased number of defaults in the manufacturing sector, the historical default rates are adjusted. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The company's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. The information about the ECLs on the company's trade receivables and contract assets is disclosed in Note 40.

**2.4 Property, plant and equipment and intangible assets**

(a) **Property, plant and equipment**

Freehold land is carried at historical cost. All other property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses, if any. Historical cost represent expenditure that is directly attributable to the acquisition of assets including related taxes, duties, freight, insurance and cost of installation and is net of Cenvat and VAT/GST credits.

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

Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

Gains or losses arising from derecognition of property, plant and equipment is recognized in the Statement of Profit and Loss.

(b) **Intangible assets**

Intangible assets are stated at acquisition cost less accumulated amortization and impairment losses, if any. Computer software are capitalized when it is expected to provide future enduring economic benefits. Capitalisation cost include license fees.

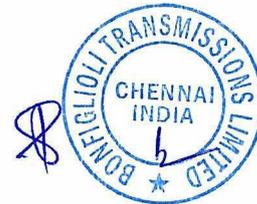
Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period

Gains or losses arising from derecognition of intangible asset is recognized in the Statement of Profit and Loss.

(c) **Depreciation and Amortization**

Depreciation on property, plant and equipment is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets, assessed based on technical evaluation which are lower than those specified by Schedule II to the Act, in order to reflect the actual usage of the assets. Technical evaluation takes into account the estimated usage, past history of replacement, service support, availability of spares, anticipated technological changes, etc.

The useful life, residual value and the depreciation method are reviewed at least at each financial year end. If the expectations differ from previous estimates, the changes are accounted for prospectively as a change in accounting estimate.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

The estimated useful lives of property, plant and equipment are as follows :

Assets	Useful life followed by the Company (in years)	Useful life prescribed under Schedule II of the Act (in years)
Buildings	30.00	30.00
Office equipment's (including computers)	4.00	5.00
Furniture and fixtures	8.33	10.00
Motor vehicles	5.00	8.00
Plant and machinery		
Tools and patterns	4.00	7.50
Testing instruments	6.45	7.50
Others	10.00	15.00

Cost of computer software is amortized on a straight-line basis over a period of 3 years based on their estimated useful of the asset.

Leasehold improvements are depreciated over the leasehold period or useful life estimated by the management, whichever is lesser.

**2.5 Impairment of Assets**

Assessment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU). Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or CGU's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

**2.6 Foreign Currency Translation**

**(i) Functional and presentation currency**

Items included in the restated summary statements are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"), i.e. in Indian rupee (Rs.) and all values are rounded off to nearest millions and decimals thereof except where otherwise indicated.

**(ii) Transactions and balances**

**Initial Recognition**

All foreign currency transactions are recorded in functional currency using the exchange rate prevailing on the date of transaction.

**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 prevailing at the date of the transaction.

All monetary assets and liabilities denominated in foreign currency are restated at the closing exchange rates. Exchange differences arising out of actual payment/realisation and from the year end restatement are recognized in the Statement of Profit and Loss.

**Forward contracts**

Foreign exchange forward contracts outstanding at the year-end on account of firm commitment / highly probable forecast transactions are marked to market and the gains/losses, if any, are recognized in the Statement of Profit and Loss.

**Hedging activities and derivatives**

The Company is exposed to certain risks relating to its ongoing business operations. The primary risks managed using derivative instruments are foreign currency risk, commodity price risk, and interest rate risk. The Company's risk management strategy and how it is applied to manage risk are explained in Note 40

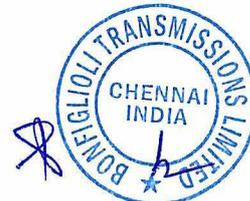
**2.7 Inventories**

Inventories are stated at lower of cost and net realizable value.

The cost of raw materials is determined using moving average price.

The cost of finished goods and work-in-progress comprises of raw materials, direct labour, other direct costs and related production overheads.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. Inventories are written-down for obsolete/slow-moving/non-moving items, wherever necessary.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

**2.8 Financial instruments**

**Financial assets**

**(i) Classification**

The Company classifies its financial assets in the following measurement categories:

- a. those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- b. Those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flow.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those asset changes.

**(ii) Measurements**

**Initial Recognition:**

With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies in section 2.11 Revenue from contracts with customers.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

**Subsequent measurement:**

**a. Debt Instruments:**

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. There are two measurement categories into which the Company classifies its debt instruments. The instruments that do not meet the criteria for classification as measured at amortised cost or FVOCI will be measured at FVTPL.

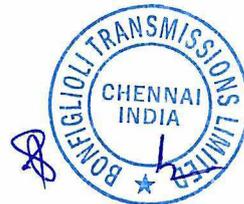
**Amortized Cost:**

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method and are subject to impairment as per the accounting policy applicable to 'impairment of financial assets.' Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

**Fair value through other comprehensive income (FVTOCI) with recycling of cumulative gains and losses:**

A 'financial asset' is classified as at the FVTOCI if the objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and the asset's contractual cash flows represent solely payments of principal and interest.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. For debt instruments, at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in OCI. Upon derecognition, the cumulative fair value changes recognised in OCI is reclassified from the equity to profit or loss.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**
**b. Equity instruments:**

Upon initial recognition, the Company can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under Ind AS 32 Financial Instruments: Presentation for the issuer and are not held for trading. The classification is determined on an instrument-by-instrument basis. Equity investment which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. Gains and losses on such equity investments are never recycled to profit or loss. Dividends are recognised as other income in the statement of profit and loss when the right of payment has been established, except when the Company benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

**c. Financial assets at fair value through profit or loss:**

Financial assets in this category are those that are held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value under Ind AS 109 i.e. they do not meet the criteria for classification as measured at amortised cost or FVOCI. Management only designates an instrument at FVTPL upon initial recognition, if the designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis. Such designation is determined on an instrument-by-instrument basis. For the Company, this category includes derivative instruments and listed equity investments which the Company had not irrevocably elected to classify at fair value through OCI. The Company has not designated any financial assets at FVTPL. Financial assets at fair value through profit or loss are carried in the balance sheet at fair value with net changes in fair value recognised in the statement of profit and loss. Interest earned on instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using the contractual interest rate. Dividend income on listed equity investments are recognised in the statement of profit and loss as other income when the right of payment has been established.

**(iii) Impairment of financial assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. Impairment is considered when there is significant increase in credit risk. Note 40 details how the Company determines whether there has been a significant increase in credit risk.

The Company recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For trade receivables, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected credit losses to be recognized from initial recognition of the receivables.

**(iv) De-recognition of financial assets**

A financial asset is de-recognized only when:

- The Company's contractual right to the cash flow expires or
- The Company has transferred the rights to receive cash flows from the financial asset.

**Financial liabilities**
**(i) 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, or as derivatives designated as hedging instruments in an effective hedge, 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.

The Company's financial liabilities include deposits, loans & borrowings, trade and other payables.

**(ii) Subsequent measurement**

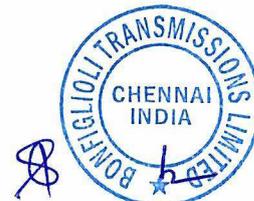
Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(iii) Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

**(iv) 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 realize the assets and settle the liabilities simultaneously.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**
**2.9 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). Trade receivables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Also refer accounting policies 2.8(iii) for impairment of financial assets.

**2.10 Cash and Cash Equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**2.11 Revenue from contract with customer**

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer.

Sale of goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods or ex-works depending on the contractual terms.

Volume rebates

The Company provides retrospective volume rebates to certain customers once the quantity of products purchased during the period exceeds a threshold specified in the contract. Rebates are offset against amounts payable by the customer. To estimate the variable consideration for the expected future rebates, the Company applies the most likely amount method for contracts with a single-volume threshold and the expected value method for contracts with more than one volume threshold. The selected method that best predicts the amount of variable consideration is primarily driven by the number of volume thresholds contained in the contract. The Company then applies the requirements on constraining estimates of variable consideration and recognizes a refund liability for the expected future rebates.

Significant financing component

Generally, the Company receives short-term advances from its customers. Using the practical expedient in Ind AS 115, the Company does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised good or service to the customer and when the customer pays for that good or service will be one year or less.

Contract balances
Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognized for the earned consideration that is conditional.

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 recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Company performs under the contract

**2.12 Government Grants**

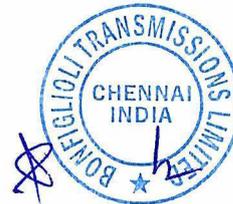
Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset

Government grants relating to income are recognized in the profit or loss, as necessary to match them with the costs that they are intended to compensate.

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.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**
**2.13 Retirement and other employee benefits**
**a. Short-term**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

The Company recognizes a liability and an expense for bonuses contractually obliged or where there is a past practice that has created a constructive obligation.

**b. Post employment**

Post employment benefits comprise of Provident fund and Gratuity which are accounted for as follows:

**(i) Provident fund**

Contribution towards provident fund for employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

**(ii) Gratuity**

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on the Government Bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income (net of tax). They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

**c. Compensated absences**

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short-term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long-term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the Statement of Profit and Loss in the year in which they arise.

**2.14 Current and Deferred Tax**

Tax expense comprises of current and deferred taxes.

Provision for current tax is computed at the applicable tax rate in accordance with the Income tax Act, 1961. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided using the balance sheet approach on temporary differences between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognized only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

The carrying amount of deferred tax assets is reviewed at each reporting 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 tax asset to be utilised. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

**2.15 Borrowing Costs**

Borrowing costs include interest, other costs incurred in connection with borrowing and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest cost. General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in Statement of Profit and Loss in the period in which they are incurred.

**2.16 Provisions and Contingent Liabilities**

**(i) Provisions**

Provisions are recognized when there is a present legal or constructive obligation as a result of a past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provision for product warranty cover the estimated liability to repair or replace products still under warranty on the Balance Sheet date and is determined by applying percentage of eligible sales based on management's best estimate considering the historical experience levels of repairs and replacement. Product warranty is generally extended for a period of 12 months from the date of sale.

**(ii) Contingent liabilities**

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events but is not recognized because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability are recognized as contingent liability. The Company does not recognize a contingent liability but discloses its existence and other required disclosures in notes to the financial statements, unless the possibility of any outflow in settlement is remote. Further, provision is created in the books of accounts in respect of matters where management has concluded the Company's liability to be probable.

**(iii) Contingent Assets**

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Contingent Assets are not recognized, however, disclosed in restated summary statements when inflow of economic benefits is probable. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and the Company recognize such assets.

**2.17 Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM)

**2.18 Earnings Per Share**

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

The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

**2.19 Leases:**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Company as a Lessee**

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**Right of Use Assets:**

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over lease period or useful life estimated by the management, whichever is lesser as follows:

Asset Description	Useful Lives (Years)
Building	2 - 5
Leasehold land	95

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**
**Lease Liabilities**

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

**Short-term leases and leases of low-value assets**

The Company applies the short-term lease recognition exemption to its short-term leases of buildings and others (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). Lease payments on short term leases are recognized as expense on a straight-line basis over the lease term.

**Company as lessor**

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

**2.20 Dividend**

Final dividend distributed to equity shareholders is recognised in the period in which it is approved by the members of the company in the Annual General Meeting. Interim Dividend is recognised when approved by the Board of Directors at the board meeting. Dividend distributed (including interim dividend) is recognised in the statement of changes in equity.

**2.21 Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) In the principal market for the asset or liability, or
- (ii) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the restated summary statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

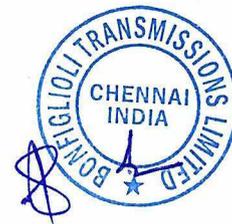
Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the restated summary statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For recurring and non-recurring fair value measurements categorised within Level 3 of the fair value hierarchy, mention a description of the valuation processes used by the entity (including, for example, how an entity decides its valuation policies and procedures and analyses changes in fair value measurements from period to period).

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

**2.22 Non-current assets held for sale and Discontinued operations**

The company classifies non-current assets and disposal groups as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use.

Non-current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset (disposal group), excluding finance costs and income tax expense.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the asset or disposal group is available for immediate sale in its present condition. Actions required to complete the sale/ distribution should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale and the sale expected within one year from the date of classification.

For these purposes, sale transactions include exchanges of non-current assets for other non-current assets when the exchange has commercial substance. The criteria for held for sale classification is regarded met only when the assets or disposal group is available for immediate sale in its present condition, subject only to terms that are usual and customary for sales of such assets (or disposal groups), its sale is highly probable; and it will genuinely be sold, not abandoned. The company treats sale of the asset or disposal group to be highly probable when:

- ▶ The appropriate level of management is committed to a plan to sell the asset (or disposal group),
- ▶ An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- ▶ The asset (or disposal group) is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- ▶ The sale is expected to qualify for recognition as a completed sale within one year from the date of classification, and
- ▶ Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Property, plant and equipment and intangible are not depreciated, or amortised assets once classified as held for sale. Assets and liabilities classified as held for sale are presented separately from other items in the balance sheet.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss before tax from discontinued operations in the statement of profit and loss.

Additional disclosures are provided in Note 32. All other notes to the restated summary statements mainly include amounts for continuing operations, unless otherwise mentioned.

**2.23 New and amended standards**

**(i) Ind AS 117 Insurance Contracts**

The Ministry of corporate Affairs (MCA) notified the Ind AS 117, Insurance Contracts, vide notification dated 12 August 2024, under the Companies (Indian Accounting Standards) Amendment Rules, 2024, which is effective from annual reporting periods beginning on or after 1 April 2024.

Ind AS 117 Insurance Contracts is a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Ind AS 117 replaces Ind AS 104 Insurance Contracts. Ind AS 117 applies to all types of insurance contracts, regardless of the type of entities that issue them as well as to certain guarantees and financial instruments with discretionary participation features; a few scope exceptions will apply. Ind AS 117 is based on a general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach)
- A simplified approach (the premium allocation approach) mainly for short-duration contracts

The application of Ind AS 117 had no impact on the Company's restated summary statements as the Company has not entered any contracts in the nature of insurance contracts covered under Ind AS 117.

**(ii) Amendment to Ind AS 116 Leases – Lease Liability in a Sale and Leaseback**

The MCA notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024, which amend Ind AS 116, Leases, with respect to Lease Liability in a Sale and Leaseback.

The amendment specifies the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains.

The amendment is effective for annual reporting periods beginning on or after 1 April 2024 and must be applied retrospectively to sale and leaseback transactions entered into after the date of initial application of Ind AS 116.

The amendment does not have a material impact on the Company's restated summary statements.

**2.24 Standards notified but not yet effective**

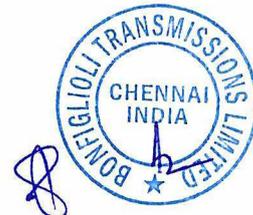
The new and amended standards that are notified by the Ministry of Corporate Affairs (MCA), but not yet effective, up to the date of issuance of the Company's restated summary statements are disclosed below. The Company will adopt these new and amended standards, when they become effective.

**(i) Lack of exchangeability – Amendments to Ind AS 21**

Amendments to Ind AS 21 The Effects of Changes in Foreign Exchange Rates specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after 1 April 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments are not expected to have a material impact on the Company's restated summary statements.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**

**Annexure V - Summary of material accounting policies and explanatory notes forming part of Restated Summary of Statement of Assets and Liabilities**

**(ii) Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants - Amendments to Ind AS 1**

Amendments to paragraphs 69 to 76 of Ind AS 1 Presentation of Financial Statements specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer settlement
- That a right to defer must exist at the end of the reporting period
- That classification is unaffected by the likelihood that an entity will exercise its deferral right
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification

In addition, a requirement has been introduced to require disclosure when a liability arising from a loan agreement is classified as non-current and the entity's right to defer settlement is contingent on compliance with future covenants within twelve months.

The amendments are effective for annual reporting periods beginning on or after 1 April 2025 and must be applied retrospectively. The Company is currently assessing the impact the amendments will have on current practice and whether existing loan agreements may require renegotiation.

**(iii) Supplier Finance Arrangements - Amendments to Ind AS 7 and Ind AS 107**

Amendments to Ind AS 7 Statement of Cash Flows and Ind AS 107 Financial Instruments: Disclosures clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

The amendments will be effective for annual reporting periods beginning on or after 1 April 2025.

The amendments are not expected to have a material impact on the Company's restated summary statements.

**(iv) International Tax Reform—Pillar Two Model Rules - Amendments to Ind AS 12**

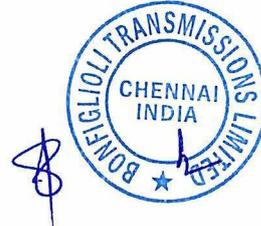
Amendments to Ind AS 12 Income Taxes in response to the OECD's BEPS Pillar Two rules include:

- A mandatory temporary exception to the recognition and disclosure of deferred taxes arising from the jurisdictional implementation of the Pillar Two model rules; and
- Disclosure requirements for affected entities to help users of the financial statements better understand an entity's exposure to Pillar Two income taxes arising from that legislation, particularly before its effective date.

The mandatory temporary exception - the use of which is required to be disclosed - applies immediately. The remaining disclosure requirements apply for annual reporting periods beginning on or after 1 April 2025, but not for any interim periods ending on or before 31 March 2026.

The amendments are not expected to have a material impact on the Company's restated summary statements.

Consequential amendments to other Ind ASs have also been made which are not expected to have any material impact on the Company's restated summary statements.





**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**3.6 Capital work in progress (CWIP) Ageing Schedule**  
**As at September 30, 2023**

Project in progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	147.03	8.25	-	-	155.28
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>147.03</b>	<b>8.25</b>	<b>-</b>	<b>-</b>	<b>155.28</b>

**As at 31st December 2024**

Project in progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	106.54	5.67	-	-	112.21
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>106.54</b>	<b>5.67</b>	<b>-</b>	<b>-</b>	<b>112.21</b>

**As at 31st December 2023**

Project in progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	202.57	-	-	-	202.57
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>202.57</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>202.57</b>

**As at 31st December 2022**

Project in progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	96.39	-	-	-	96.39
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>96.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>96.39</b>

**3.7 Intangible Asset under Development (IAUD) Ageing Schedule**

**As at September 30, 2023**

Project in progress	Amount in IAUD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	11.73	-	-	-	11.73
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>11.73</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11.73</b>

**As at December 31, 2024**

Project in progress	Amount in IAUD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	9.46	-	-	-	9.46
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>9.46</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9.46</b>

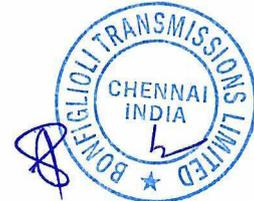
**As at December 31, 2023**

Project in progress	Amount in IAUD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**As at December 31, 2022**

Project in progress	Amount in IAUD for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

There are no projects whose completion is overdue or has exceeded its cost compared to its original plan during the period ended September 30, 2023 and for the years ended December 31, 2024, December 31, 2023 and December 31, 2022 in relation to Capital Work in Progress and Intangible Assets under Development.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

Non-current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>4 Investments at FVTPL</b>				
Investment in equity instruments - Quoted				
37,500 (December 31, 2024, 2023, 2022 - 37,500) equity shares of Rs. 10 each fully paid-up in Tulsyan NEC Limited	1.13	1.13	1.13	1.13
<b>Total</b>	<b>1.13</b>	<b>1.13</b>	<b>1.13</b>	<b>1.13</b>
Aggregate amount of Quoted investments	1.13	1.13	1.13	1.13
Aggregate amount of impairment in the value of investments	-	-	-	-
<b>4.1</b> These equity shares are valued at a price (represents the fair value) as determined in the share purchase agreement entered with Tulsyan NEC Limited				
Non-current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>5A Loans (at amortised cost) (Unsecured, considered good)</b>				
Loans to related party # (also refer Note 38)	92.40	92.40	-	-
<b>Total</b>	<b>92.40</b>	<b>92.40</b>	<b>-</b>	<b>-</b>
Current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>5B Loans (at amortised cost) (Unsecured, considered good)</b>				
Loans to related party # (also refer Note 38)	36.06	126.11	-	-
<b>Total</b>	<b>36.06</b>	<b>126.11</b>	<b>-</b>	<b>-</b>
<b>Total (Current and Non-current)</b>	<b>128.46</b>	<b>218.51</b>	<b>-</b>	<b>-</b>
# The Company has provided loan to Bonfiglioli Technology Space Private Limited (i) amounting to Rs 115.50 (December 31, 2024 - Rs 115.50; December 31, 2023 - Nil; December 31, 2022 - Nil) relating to sale of discontinued operations, which is repayable in 5 equal annual instalments at an interest rate of 8.25% p.a and (ii) cash pooling facility amounting to Rs 12.96 (December 31, 2024 - Rs. 103.01; December 31, 2023 - Nil; December 31, 2022 - Nil) at an interest rate of 8.25%, repayable within a year.				
Non-current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>6A Other financial assets (at amortised cost) (Unsecured, considered good)</b>				
Security deposits	59.63	55.56	54.59	40.73
Bank deposits with remaining maturity more than 12 months	-	-	-	150.00
<b>Total</b>	<b>59.63</b>	<b>55.56</b>	<b>54.59</b>	<b>190.73</b>
Current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>6B Other financial assets (Unsecured, considered good) - (at amortised cost)</b>				
Security deposits	2.71	3.25	7.64	21.41
Refund receivable	2.76	2.25	-	8.88
Interest accrued on deposits with banks	3.80	1.74	53.71	46.99
Bank deposits with remaining maturity less than 12 months (also refer note 12.1)	0.77	-	-	-
Other receivables from related party (Refer Note 38) **	53.20	140.63	-	-
Expenses recoverable from holding company* (Refer Note 38)	16.52	-	-	-
<b>Derivative instruments at fair value through profit or loss Derivatives not designated as hedges</b>				
Foreign exchange forward contracts	-	-	4.24	-
<b>Total</b>	<b>79.76</b>	<b>147.87</b>	<b>65.59</b>	<b>77.28</b>
* represents amount recoverable from holding company of Rs.16.52 (December 31, 2024: Nil; December 31, 2023: Nil; December 31, 2022: Nil) which has been incurred by the Company towards proposed Initial Public Offering (IPO) of the equity shares held by the selling shareholders (offer for sale). ** Relates to Secondary Adjustment as per Transfer pricing (Refer Note 23)				
Non-current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>7A Other assets (Unsecured, considered good)</b>				
Capital advances	88.13	74.39	71.05	70.02
Prepaid expenses	-	-	0.79	0.79
<b>Total</b>	<b>88.13</b>	<b>74.39</b>	<b>71.84</b>	<b>70.81</b>
Current				
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>7B Other assets (Unsecured, considered good)</b>				
Advances to suppliers	44.22	26.29	37.97	34.47
Advance to employees	14.84	2.43	3.29	3.17
Prepaid expenses	37.13	39.88	19.64	14.89
<b>Balances with Government Authorities:</b>				
- Customs and excise	-	0.02	0.01	0.01
- Goods and services tax (GST)	197.62	137.32	343.66	171.15
- Export entitlements	30.28	16.49	18.59	28.60
- Rebate claim receivable from GST authorities	193.51	129.13	20.20	73.49
<b>Total other current assets</b>	<b>517.60</b>	<b>351.56</b>	<b>443.36</b>	<b>325.78</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

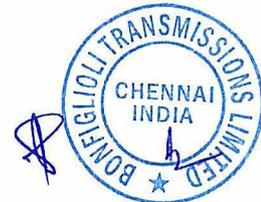
**8 Deferred tax assets**

The balance comprises temporary differences attributable to:

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>Deferred tax assets</b>				
Expenses allowable for tax on payment basis	29.95	26.62	37.39	21.20
Expense on which tax is not deducted	100.66	14.29	21.35	5.66
Provision for doubtful debts & product warranty	62.28	62.38	54.80	50.40
Difference between book and tax written down value of depreciable property, plant and equipment and intangible assets	62.89	57.21	61.20	64.60
Right of Use	(9.32)	(15.20)	(23.99)	14.26
Lease liabilities	9.55	16.50	24.33	(13.82)
<b>Total deferred tax assets</b>	<b>256.01</b>	<b>161.80</b>	<b>175.08</b>	<b>142.30</b>

**Movement in deferred tax assets**

	Expenses allowable for tax on payment basis	Expense on which tax is not deducted	Provision for doubtful debts & product warranty	Property, plant and equipment and intangible assets	Right of Use	Lease liabilities	Total
<b>At January 1, 2022</b>	<b>20.88</b>	<b>1.22</b>	<b>56.30</b>	<b>60.00</b>	<b>2.10</b>	<b>-</b>	<b>140.50</b>
(Charged)/credited:							
- to profit or loss	5.80	4.44	(5.90)	4.60	12.16	(13.82)	7.28
- to other comprehensive income	(5.48)	-	-	-	-	-	(5.48)
<b>At December 31, 2022</b>	<b>21.20</b>	<b>5.66</b>	<b>50.40</b>	<b>64.60</b>	<b>14.26</b>	<b>(13.82)</b>	<b>142.30</b>
(Charged)/credited:							
- to profit or loss	2.72	15.69	4.40	(3.40)	(38.25)	38.15	19.31
- to other comprehensive income	13.47	-	-	-	-	-	13.47
<b>At December 31, 2023</b>	<b>37.39</b>	<b>21.35</b>	<b>54.80</b>	<b>61.20</b>	<b>(23.99)</b>	<b>24.33</b>	<b>175.08</b>
(Charged)/credited:							
- to profit or loss	(13.02)	(7.06)	7.58	(3.99)	8.79	(7.83)	(15.53)
- to other comprehensive income	2.25	-	-	-	-	-	2.25
<b>At December 31, 2024</b>	<b>26.62</b>	<b>14.29</b>	<b>62.38</b>	<b>57.21</b>	<b>(15.20)</b>	<b>16.50</b>	<b>161.80</b>
(Charged)/credited:							
- to profit or loss	2.52	86.37	(0.10)	5.68	5.88	(6.95)	93.40
- to other comprehensive income	0.81	-	-	-	-	-	0.81
<b>At September 30, 2025</b>	<b>29.95</b>	<b>100.66</b>	<b>62.28</b>	<b>62.89</b>	<b>(9.32)</b>	<b>9.55</b>	<b>256.01</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>9 Inventories (at the lower of cost and Net realisable value)</b>				
Raw materials and components	1,997.84	1,643.48	1,809.02	1,390.70
Work-in-progress	491.52	594.47	779.66	603.20
Finished goods	867.36	869.05	726.92	634.52
<b>Total Inventories at the lower of cost and Net realisable value</b>	<b>3,356.72</b>	<b>3,107.00</b>	<b>3,315.60</b>	<b>2,628.42</b>
9.1 Includes goods-in-transit amounting to INR 411.23 ( 31 December 2024: INR 340.67 , 31 December 2023: INR 564.41 , 31 December 2022: INR 438.30 )				
9.2 During the nine month period ended 30 September 2025, INR 0.98 ((31 December 2024: INR 0.95 , 31 December 2023: INR 0.54 , 31 December 2022: INR 1.05 ) was recognised as an expense for inventories carried at net realisable value				
9.3 Inventories: Refer note 15.1 for details on encumbrances on inventories				
<b>10 Trade receivables</b>				
Trade receivables from related parties (Refer note 38)	1,057.73	865.21	1,057.41	1,078.55
Trade receivables from third parties	3,729.53	3,230.41	3,045.93	2,688.85
<b>Total</b>	<b>4,787.26</b>	<b>4,095.62</b>	<b>4,103.34</b>	<b>3,767.40</b>
<b>Break up of trade receivables</b>				
Trade receivables considered good - Secured *	544.60	516.24	128.73	196.55
Trade receivables considered good - Unsecured	4,242.66	3,579.38	3,974.61	3,570.85
Trade receivables which have significant increase in credit risk	11.35	15.32	14.70	18.11
Trade receivables - credit impaired	38.08	44.39	23.91	24.91
	<b>4,836.69</b>	<b>4,155.33</b>	<b>4,141.95</b>	<b>3,810.42</b>
Less: Allowance for doubtful debts	(49.43)	(59.71)	(38.61)	(43.02)
Less: Allowance for doubtful debts				
Trade receivables which have significant increase in credit risk	(11.35)	(15.32)	(14.70)	(18.11)
Trade receivables - credit impaired	(38.08)	(44.39)	(23.91)	(24.91)
<b>Total</b>	<b>4,787.26</b>	<b>4,095.62</b>	<b>4,103.34</b>	<b>3,767.40</b>
<b>10.1 Movement in provision of Allowance for bad and doubtful debts</b>				
Amount as at the beginning of the period/year	(59.71)	(38.61)	(43.02)	(64.00)
Add: (Provision) / reversal made during the period/year	9.50	(23.24)	3.95	(1.09)
Less: bad debts written off	0.78	2.14	0.46	22.07
<b>Amount as at the end of the period/year</b>	<b>(49.43)</b>	<b>(59.71)</b>	<b>(38.61)</b>	<b>(43.02)</b>
10.2 Refer note 15.1 for details of encumbrance on trade receivables, Trade receivables are non-interest bearing and are generally on terms of 30 to 120 days. For terms and conditions relating to related party receivables/ payables, refer Note 38				
* The receivables are secured against letter of credit.				

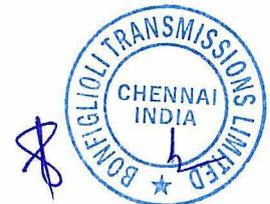
**Trade receivables ageing schedule**

**As at 30th September 2025**

	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	4,300.89	485.42	0.94	0.01	-	-	4,787.26
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	8.43	2.56	0.36	-	-	11.35
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	0.05	22.52	0.42	15.09	38.08
<b>Total</b>	<b>4,300.89</b>	<b>493.85</b>	<b>3.55</b>	<b>22.89</b>	<b>0.42</b>	<b>15.09</b>	<b>4,836.69</b>

**As at 31st December 2024**

	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	3,630.26	464.40	0.96	-	-	-	4,095.62
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	12.44	2.88	-	-	-	15.32
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	15.94	5.45	1.10	0.01	21.89	44.39
<b>Total</b>	<b>3,630.26</b>	<b>492.78</b>	<b>9.29</b>	<b>1.10</b>	<b>0.01</b>	<b>21.89</b>	<b>4,155.33</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**As at 31st December 2023**

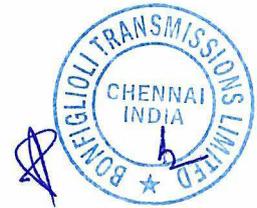
	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	3,878.66	223.00	1.68	-	-	-	4,103.34
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	8.43	5.09	1.08	0.10	-	14.70
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	0.91	1.10	0.01	2.36	19.53	23.91
<b>Total</b>	<b>3,878.66</b>	<b>232.34</b>	<b>7.87</b>	<b>1.09</b>	<b>2.46</b>	<b>19.53</b>	<b>4,141.95</b>

**As at 31st December 2022**

	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	3,298.83	467.86	0.71	-	-	-	3,767.40
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	15.03	2.43	0.48	-	0.17	18.11
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	5.38	7.89	11.64	24.91
<b>Total</b>	<b>3,298.83</b>	<b>482.89</b>	<b>3.14</b>	<b>5.86</b>	<b>7.89</b>	<b>11.81</b>	<b>3,810.42</b>

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>11 Cash and cash equivalents</b>				
Cash and cash equivalents				
- Cash on hand	0.04	0.08	0.05	0.05
- Cheque on hand	-	-	2.73	7.60
Balances with banks				
- On current accounts	366.19	456.59	402.54	429.06
- Deposits with original maturity of less than three months	1,050.00	990.00	500.00	650.00
<b>Total</b>	<b>1,416.23</b>	<b>1,446.67</b>	<b>905.32</b>	<b>1,086.71</b>
<b>12 Bank balances other than cash and cash equivalents</b>				
<b>Current</b>				
Fixed deposits with remaining maturity less than three months	-	-	1,150.00	180.00
Margin money deposits with original maturity period of more than three months but maturing within 12 months (refer note 12.1)	-	0.94	0.12	0.42
Bank deposits with more than 3 months and less than 12 months maturity	250.00	-	550.00	1,500.00
<b>Total</b>	<b>250.00</b>	<b>0.94</b>	<b>1,700.12</b>	<b>1,680.42</b>

12.1 Held as lien by bank against bank guarantees.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>13 Equity share capital</b>				
<b>Authorised share capital</b>				
132,000,000 (September 30, 2025 - 132,000,000, December 31, 2024 - 132,000,000, December 31, 2023 - 132,000,000, December 31, 2022 - 132,000,000) equity shares of Rs. 10 each	1,320.00	1,320.00	1,320.00	1,320.00
<b>Issued, subscribed and fully paid up</b>				
125,330,556 (December 31, 2024 - 125,330,556, December 31, 2023 - 131,122,994, December 31, 2022 - 131,122,994) equity shares of Rs. 10 each	1,253.31	1,311.23	1,311.23	1,311.23
Less: Shares Bought Back		(57.92)		
	<b>1,253.31</b>	<b>1,253.31</b>	<b>1,311.23</b>	<b>1,311.23</b>

	As at September 30, 2025		As at December 31, 2024		As at December 31, 2023		As at December 31, 2022	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>(a) Reconciliation of number of equity shares</b>								
Balance as at the beginning of the period/year	125,330,556	1,253.31	131,122,994	1,311.23	131,122,994	1,311.23	131,122,994	1,311.23
Shares Bought Back			(5,792,438)	(57.92)				
<b>Balance as at the end of the period/year</b>	<b>125,330,556</b>	<b>1,253.31</b>	<b>125,330,556</b>	<b>1,253.31</b>	<b>131,122,994</b>	<b>1,311.23</b>	<b>131,122,994</b>	<b>1,311.23</b>

**(b) Rights, preferences and restrictions attached to equity shares**  
 The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(c) Details of equity shares held by holding company and its nominees**

	As at September 30, 2025		As at December 31, 2024		As at December 31, 2023		As at December 31, 2022	
Equity shares held by Bonfiglioli S.p.a. Italy, the holding company, and its nominees	125,330,556	1,253.31	125,330,556	1,253.31	127,941,176	1,279.41	127,941,176	1,279.41

**(d) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Equity shares held by Bonfiglioli S.p.a. Italy, the holding company, and its nominees	125,330,556	1,253.31	125,330,556	1,253.31	127,941,176	1,279.41	127,941,176	1,279.41
% of shares held	100%		100%		98%		98%	

**(e) In the period of five years immediately preceding September 30, 2025, the aggregate number of equity shares bought back by the Company was 5,792,438 of face value of Rs. 10 each.**

**(f) Details of Shareholding by promoters**

Shares held by promoters as at September 30, 2025						
S. No	Promoter name	No. of Shares at the beginning of the year	Change during the period	No. of Shares at the end of the period	% of total shares	% Change during the period
1	Bonfiglioli S.p.a. Italy & its nominees	125,330,556	-	125,330,556	100.00%	0.00%
Shares held by promoters at the end of the year December 31, 2024						
S. No	Promoter name	No. of Shares at the beginning of the year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
1	Bonfiglioli S.p.a. Italy & its nominees	127,941,176	(2,610,620)	125,330,556	100.00%	2.43%
Shares held by promoters at the end of the year December 31, 2023						
S. No	Promoter name	No. of Shares at the beginning of the year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
1	Bonfiglioli S.p.a. Italy & its nominees	127,941,176	-	127,941,176	97.57%	0.00%
Shares held by promoters at the end of the year December 31, 2022						
S. No	Promoter name	No. of Shares at the beginning of the year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
1	Bonfiglioli S.p.a. Italy & its nominees	127,941,176	-	127,941,176	97.57%	0.00%

13.1 Equity shares are not listed in any stock exchange



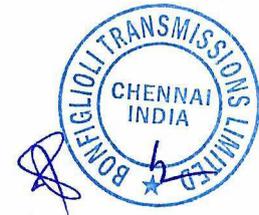
**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>14 Other equity</b>				
Reserves and surplus				
(i) Securities premium (refer note 14.1 (a))	-	-	309.32	309.32
(ii) Retained earnings (refer note 14.1 (b))	7,941.73	7,219.69	6,432.80	5,633.19
(iii) Capital Redemption Reserve (refer note 14.1 (c))	57.92	57.92	-	-
<b>Total</b>	<b>7,999.65</b>	<b>7,277.61</b>	<b>6,742.12</b>	<b>5,942.51</b>
<b>14.1 Reserves and surplus</b>				
<b>(a) Securities premium</b>				
Balance as at the beginning of the year	-	309.32	309.32	309.32
Less: Utilized against Buyback of Shares	-	(309.32)	-	-
<b>Balance as at the end of the period/year</b>	<b>-</b>	<b>-</b>	<b>309.32</b>	<b>309.32</b>
<b>(b) Retained earnings</b>				
Balance as at the beginning of the year	7,219.69	6,432.80	5,633.19	5,541.40
Less: Dividend paid to the Shareholders	(927.45)	(689.30)	(655.60)	(1,639.00)
Add: Profit for the period/year	1,651.89	1,946.89	1,495.25	1,714.49
Less: Utilized against Buyback of Shares	-	(352.75)	-	-
Less: Tax on buyback of shares	-	(53.33)	-	-
Less: Transferred to Capital Redemption reserve	-	(57.92)	-	-
Remeasurements of post-employment benefit obligations, net of tax for the period/year	(2.40)	(6.70)	(40.04)	16.30
<b>Balance as at the end of the period/year</b>	<b>7,941.73</b>	<b>7,219.69</b>	<b>6,432.80</b>	<b>5,633.19</b>
<b>(c) Capital Redemption Reserve</b>				
Balance as at the beginning of the year	57.92	-	-	-
Add: Transferred from Retained earnings	-	57.92	-	-
<b>Balance as at the end of the period/year</b>	<b>57.92</b>	<b>57.92</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>7,999.65</b>	<b>7,277.61</b>	<b>6,742.12</b>	<b>5,942.51</b>
<b>14.2 Nature and purpose of other reserves</b>				
<b>Securities premium</b>				
Securities premium is used to record the premium on issue of shares. The reserve can be utilized only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act. 2013.				
<b>Retained Earnings</b>				
Retained earnings are the profits/(loss) that the Company has earned/incurred till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings include re-measurement loss / (gain) on defined benefit plans, net of taxes that will not be reclassified to Statement of Profit and Loss.				
<b>Capital Redemption Reserve</b>				
The Company has recognised Capital Redemption Reserve on buy-back of equity shares from its retained earnings. The amount in Capital Redemption Reserve is equal to nominal amount of the equity shares bought back. The Company can utilize the same for the purpose of issue of fully paid-up bonus shares to its members.				
<b>14.3 Dividend Distribution made</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>December 31, 2023</b>	<b>December 31, 2022</b>
Dividends on equity shares declared and paid				
Final dividend for the period ended on September 30, 2025 - Nil (Year ended December 31, 2024 - Nil, December 31, 2023 - Rs. 5 per share, December 31, 2022 - Nil)	-	-	655.60	-
Interim dividend for the period ended on September 30, 2025 - Rs. 7.40 per share (Year ended December 31, 2024 - Rs. 5.50 per share, December 31, 2023 - Nil, December 31, 2022 - 12.50 per share)	927.45	689.30	-	1,639.00
<b>Total</b>	<b>927.45</b>	<b>689.30</b>	<b>655.60</b>	<b>1,639.00</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	Current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>15 Borrowings (at amortised cost)</b>				
<b>Secured - From banks</b>				
Packing credit (refer note 15.1))	-	-	1,107.86	1,437.44
	<u>-</u>	<u>-</u>	<u>1,107.86</u>	<u>1,437.44</u>
<p>15.1 The Company had taken packing credit loans from banks with interest rates ranging from 6.15% to 6.65% p.a. These facilities are repayable within 120 - 150 days and are secured on a pari-passu basis by a first charge by way of hypothecation of all existing and future current assets and by a second charge on the Company's movable Property, plant and equipment, both present and future. The loan does not carry any debt covenant. The Company has not defaulted on any borrowings.</p> <p>15.2 The quarterly returns / statements filed with the bank are in agreement with the books of accounts of the Company.</p>				
	Non-current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>16A Other financial liabilities at amortised cost</b>				
Employee benefits payable	12.10	1.82	20.31	11.04
<b>Total</b>	<u>12.10</u>	<u>1.82</u>	<u>20.31</u>	<u>11.04</u>
	Current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>16B Other financial liabilities at amortised cost</b>				
Interest accrued and due on borrowings	-	-	1.77	1.96
Other interest accrued and due	-	-	-	0.29
Capital creditors				
- total outstanding dues of micro enterprises and small enterprises (Refer note 35)	13.64	41.08	74.54	31.19
- total outstanding dues of creditors other than micro enterprises and small enterprises	40.27	109.45	124.13	62.51
Employee benefits payable	49.36	93.78	75.41	96.67
Interim dividend payable to Parent company (Refer note 38)	-	191.76	-	-
<b>Derivative instruments at fair value through profit or loss</b>				
<b>Derivatives not designated as hedges</b>				
Foreign exchange forward contracts	5.25	11.68	-	23.41
<b>Total</b>	<u>108.52</u>	<u>447.75</u>	<u>275.85</u>	<u>216.03</u>
	Non-current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>17A Provisions</b>				
Provision for employee benefits:				
Compensated absences (Refer note 37)	66.03	57.30	62.10	45.71
Other provisions:				
Provision for product warranty (Refer note 17.1)	48.37	49.05	45.49	44.33
<b>Total</b>	<u>114.40</u>	<u>106.35</u>	<u>107.59</u>	<u>90.04</u>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

	Current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>17B Provisions</b>				
Provision for employee benefits:				
Compensated absences (Refer note 37)	12.58	9.03	9.40	7.80
Gratuity (Refer note 37)	19.66	24.66	66.73	21.02
Other provisions:				
Provision for product warranty (Refer note 17.1)	149.66	139.09	133.56	113.07
Provision for litigation (Refer note 17.2)	19.68	33.76	104.65	68.80
<b>Total</b>	<b>201.58</b>	<b>206.54</b>	<b>314.34</b>	<b>210.69</b>

**17.1 Movement in provision for product warranty (current and non-current)**

Amount as at the beginning of the year	188.14	179.10	157.40	150.80
Add: Provision created during the period/year	80.42	81.48	100.41	74.30
Less: Claims settled during the period/year	(70.53)	(72.44)	(78.76)	(67.70)
<b>Amount as at the end of the period/year</b>	<b>198.03</b>	<b>188.14</b>	<b>179.05</b>	<b>157.40</b>

The above provision represents estimate made for probable liabilities/ claims relating to warranty. The outflow is dependent on the receipt of claims during the period of warranty.

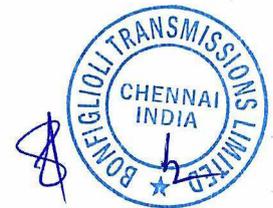
**17.2 Movement of provision for litigation**

Amount as at the beginning of the year	33.76	104.65	68.80	79.66
Add: Provision made/ (reversal) during the period/year (Income tax)	1.52	(64.88)	38.17	5.70
Less: Provision used against payment during the period/year	(15.60)	(6.01)	(2.32)	(16.56)
<b>Amount as at the end of the period/year</b>	<b>19.68</b>	<b>33.76</b>	<b>104.65</b>	<b>68.80</b>

The Company has recorded provisions for the liabilities arising on account of pending assessment proceedings with various Government authorities without prejudice to its legal right under the respective Acts/ Regulations.

	Non-current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>18A Lease Liabilities</b>				
Lease liabilities (refer note 33)	5.43	28.09	60.10	19.56
<b>Total</b>	<b>5.43</b>	<b>28.09</b>	<b>60.10</b>	<b>19.56</b>

	Current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>18B Lease Liabilities</b>				
Lease liabilities (refer note 33)	32.51	37.48	36.56	37.09
<b>Total</b>	<b>32.51</b>	<b>37.48</b>	<b>36.56</b>	<b>37.09</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
(All amounts in Millions of Indian Rupees, unless otherwise stated)

	Non-current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>19A Income Tax Assets (net)</b>				
Opening balance	4.92	26.93	35.53	4.90
Refund reversed during the period/year	-	(22.01)	(8.60)	30.53
<b>Closing balance</b>	<b>4.92</b>	<b>4.92</b>	<b>26.93</b>	<b>35.53</b>

	Current			
	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>19B Income Tax Assets/(Liabilities) (net)</b>				
Opening balance	82.30	92.53	70.96	96.50
Refund receivable during the year	-	19.51	-	-
Refund received during the period/year	(19.51)	-	-	-
Taxes paid for previous years	10.15	-	-	-
Less: Provision for current tax	(664.02)	(577.64)	(561.15)	(592.49)
Advance income tax and tax deducted at source	424.72	547.90	582.72	566.95
<b>Closing balance</b>	<b>(166.36)</b>	<b>82.30</b>	<b>92.53</b>	<b>70.96</b>

**20 Trade payables**

**Current**

Total outstanding dues of micro and small enterprises (Refer note 35)	533.01	382.72	588.60	481.76
Total outstanding dues of creditors other than micro and small enterprises	3,265.68	2,710.88	3,227.00	2,335.33
<b>Total</b>	<b>3,798.69</b>	<b>3,093.60</b>	<b>3,815.60</b>	<b>2,817.09</b>

Acceptances	-	-	7.80	108.43
Payables to others	2,417.61	2,079.77	2,395.91	1,594.14
Payables to related parties (Refer note 38)	1,381.08	1,013.83	1,411.89	1,114.52
<b>Total</b>	<b>3,798.69</b>	<b>3,093.60</b>	<b>3,815.60</b>	<b>2,817.09</b>

**Trade Payables ageing schedule**

**As at September 30, 2025**

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed dues - MSME	450.71	70.48	-	1.75	10.07	533.01
(ii) Undisputed - Others	2,481.57	782.62	0.10	0.02	1.37	3,265.68
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>2,932.28</b>	<b>853.10</b>	<b>0.10</b>	<b>1.77</b>	<b>11.44</b>	<b>3,798.69</b>

**As at December 31, 2024**

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed dues - MSME	348.75	22.15	-	1.75	10.07	382.72
(ii) Undisputed - Others	2,109.34	599.54	0.67	0.32	1.01	2,710.88
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>2,458.09</b>	<b>621.69</b>	<b>0.67</b>	<b>2.07</b>	<b>11.08</b>	<b>3,093.60</b>

**As at December 31, 2023**

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed dues - MSME	523.44	53.10	1.84	0.05	10.17	588.60
(ii) Undisputed - Others	2,557.71	667.80	0.42	0.06	1.01	3,227.00
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>3,081.15</b>	<b>720.90</b>	<b>2.26</b>	<b>0.11</b>	<b>11.18</b>	<b>3,815.60</b>

**As at December 31, 2022**

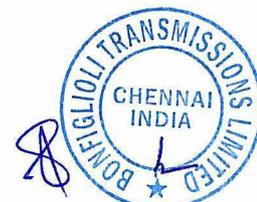
Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed dues - MSME	467.18	4.51	-	-	10.07	481.76
(ii) Undisputed - Others	1,969.60	364.45	0.27	-	1.01	2,335.33
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>2,436.78</b>	<b>368.96</b>	<b>0.27</b>	<b>-</b>	<b>11.08</b>	<b>2,817.09</b>

**20.1** Trade payables are non-interest bearing and are generally settled between 30 to 120 days. For terms and conditions relating to related party receivables/ payables, refer Note 38

	As at	As at	As at	As at
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
<b>21 Other current liabilities</b>				
Statutory dues	58.61	191.00	135.81	101.09
Deferred Income (Export Promotion Capital Goods)	6.95	3.56	-	-
<b>Total</b>	<b>65.56</b>	<b>194.56</b>	<b>135.81</b>	<b>101.09</b>

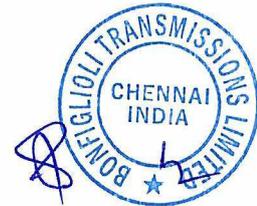
**22 Contract liabilities**

Advances from customers	32.69	50.40	31.33	23.73
<b>Total</b>	<b>32.69</b>	<b>50.40</b>	<b>31.33</b>	<b>23.73</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

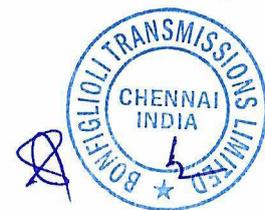
	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022	
<b>23 Revenue from operations</b>					
<b>Revenue from contract with customers</b>					
<b>Sale of products</b>					
Sale of goods	14,398.84	18,218.31	16,641.14	15,349.74	
<b>Sale of services</b>					
Income from services	49.09	41.95	49.78	42.44	
<b>Total revenue from contract with customers</b>	<u>14,447.93</u>	<u>18,260.26</u>	<u>16,690.92</u>	<u>15,392.18</u>	
<b>Other operating revenue</b>					
Scrap sales	62.20	89.18	78.21	87.62	
Commission income	-	5.10	3.81	4.97	
Income from government grant	91.61	145.62	102.13	103.24	
Others - Secondary Adjustment as per Transfer pricing	-	140.63	-	-	
<b>Total other operating revenue</b>	<u>153.81</u>	<u>380.53</u>	<u>184.15</u>	<u>195.83</u>	
<b>Total revenue from operations</b>	<u>14,601.74</u>	<u>18,640.79</u>	<u>16,875.07</u>	<u>15,588.01</u>	
<b>Timing of Revenue recognition</b>					
Revenue recognised at a point of time	14,398.84	18,218.31	16,641.14	15,349.74	
Revenue recognised over a period of time	49.09	41.95	49.78	42.44	
<b>Total</b>	<u>14,447.93</u>	<u>18,260.26</u>	<u>16,690.92</u>	<u>15,392.18</u>	
<b>Summary of contract balances</b>	As at	As at	As at	As at	As at
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022	January 01, 2022
Trade receivables (Refer note 10)	4,787.26	4,095.62	4,103.34	3,767.40	3,279.70
Advance from customers (Refer note 23)	32.69	50.40	31.33	23.73	35.50
Trade receivables are non-interest bearing and are normally settled on terms of 30 to 120 days. For the nine-month period ended September 30, 2025 Rs 49.43 (December 31, 2024: Rs 59.71, December 31, 2023: Rs 38.61, December 31, 2022: Rs 43.02) was recognised as provision for expected credit losses on trade receivables.					
<b>Reconciliation of amount of revenue recognised in the restated statement of profit and loss with the contracted price</b>					
Revenue as per contracted price	14,447.93	18,260.26	16,690.92	15,392.18	
Adjustments	-	-	-	-	
<b>Revenue from contract with customers as per Restated Statement of Profit and loss</b>	<u>14,447.93</u>	<u>18,260.26</u>	<u>16,690.92</u>	<u>15,392.18</u>	
<b>Information about major customers</b>					
Revenue from one customer amounting to Rs 1,738.92 for the nine-month period ended September 30, 2025 constitute more than 10% of the total revenue of the Company (December 31, 2024 - Rs. 1,801.73 (9.89%), December 31, 2023 - Rs. 1,248.68 (7.50%), December 31, 2022 - Rs. 1,124.97 (7.33%))					
<b>24 Other income</b>					
<b>Interest income</b>					
On bank deposits	51.32	53.14	138.85	109.10	
On other deposits	1.74	9.78	1.27	5.76	
On loan given to related party (refer note 38)	7.83	2.09	-	-	
<b>Other non operating income</b>					
Gain on disposal of property, plant and equipment	1.12	0.97	0.64	0.45	
Allowance for doubtful debts no longer required written back	9.50	-	3.95	-	
Gain on termination of lease	6.29	-	-	-	
Net gain on foreign currency transactions	-	3.75	-	-	
<b>Total</b>	<u>77.80</u>	<u>69.73</u>	<u>144.71</u>	<u>115.31</u>	



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

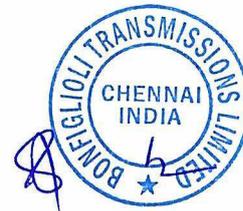
	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>25 Cost of raw materials &amp; components consumed</b>				
Inventory as at the beginning of the year	1,643.48	1,809.02	1,390.70	1,447.98
Add: Purchases (net)	9,461.80	11,719.98	11,530.84	9,864.32
Less: Inventory as at the end of the period/year	1,997.84	1,643.48	1,809.02	1,390.70
<b>Total</b>	<b>9,107.44</b>	<b>11,885.52</b>	<b>11,112.52</b>	<b>9,921.60</b>
<b>26 Changes in inventories of finished goods and work-in-progress</b>				
<b>Stock as at the beginning of the year</b>				
Finished goods	869.05	726.92	634.52	730.30
Work-in-progress	594.47	779.66	603.20	506.83
<b>Total (A)</b>	<b>1,463.52</b>	<b>1,506.58</b>	<b>1,237.72</b>	<b>1,237.13</b>
<b>Stock as at the end of the period/year</b>				
Finished goods	867.36	869.05	726.92	634.52
Work-in-progress	491.52	594.47	779.66	603.20
<b>Total (B)</b>	<b>1,358.88</b>	<b>1,463.52</b>	<b>1,506.58</b>	<b>1,237.72</b>
<b>(Increase)/Decrease in inventories of finished goods and work-in-progress</b>				
Finished goods	1.69	(142.13)	(92.40)	95.78
Work-in-progress	102.95	185.19	(176.46)	(96.37)
<b>Total (A-B)</b>	<b>104.64</b>	<b>43.06</b>	<b>(268.86)</b>	<b>(0.59)</b>
<b>27 Employee benefits expense</b>				
Salaries, wages and bonus	651.76	849.37	784.66	677.21
Contribution to:				
Provident fund (Defined contribution plan) (Refer note 37)	36.78	52.74	45.72	38.28
Gratuity (Defined benefit plan) (Refer note 37)	21.07	25.90	17.63	40.31
Staff welfare expenses	40.60	53.93	47.92	44.76
<b>Total</b>	<b>750.21</b>	<b>981.94</b>	<b>895.93</b>	<b>800.56</b>
<b>27.1</b> The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. Certain sections of the Code came into effect on 3 May 2023. However, the final rules/interpretation have not yet been issued. Based on a preliminary assessment, the entity believes the impact of the change will not be significant.				
<b>28 Depreciation and amortisation expense</b>				
Depreciation of property, plant and equipment (Refer note 3)	309.49	405.65	311.45	296.58
Amortisation of intangible assets (Refer note 3)	1.27	1.95	1.52	1.68
Depreciation of Right-of-use asset (Refer note 3)	30.38	42.67	50.10	39.49
<b>Total</b>	<b>341.14</b>	<b>450.27</b>	<b>363.07</b>	<b>337.75</b>
<b>29 Finance costs</b>				
Interest on borrowings	-	30.54	77.58	32.88
Interest on lease liabilities	2.78	6.94	5.33	5.98
Other borrowing costs	50.18	66.77	47.57	31.90
<b>Total</b>	<b>52.96</b>	<b>104.25</b>	<b>130.48</b>	<b>70.76</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

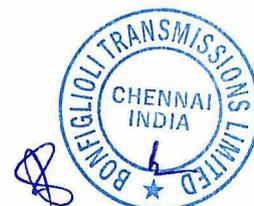
(All amounts in Millions of Indian Rupees, unless otherwise stated)

	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>30 Other expenses</b>				
Consumption of stores, spare parts and tools	121.77	172.10	157.55	140.08
Sub-contracting charges	262.77	430.29	419.85	423.20
Power and fuel	164.92	210.55	176.19	156.60
Rent	11.48	5.86	7.13	17.82
Repairs and maintenance on Plant and machinery	69.25	119.87	110.72	78.48
Repairs and maintenance Buildings	3.18	5.35	4.51	4.53
Repairs and maintenance -Others	24.05	26.15	27.26	21.64
Insurance	18.25	25.76	25.39	21.31
Rates and taxes	7.27	8.87	8.40	7.61
Travelling and conveyance expenses	49.37	73.10	68.09	52.58
Contract labour charges	53.08	80.85	72.99	50.02
Payments to auditors (Refer note 30.1)	1.98	3.45	3.03	2.68
Directors' remuneration	1.50	2.00	2.00	2.00
Expenditure towards Corporate Social Responsibility (CSR) activities (Refer note 45)	48.18	44.91	55.30	37.41
Professional fees	354.02	451.34	475.11	401.37
Freight and handling charges (net)	56.34	67.88	60.08	57.41
Provision for product warranty	80.42	81.48	100.41	74.30
Royalty	656.02	822.09	752.35	653.69
Allowance for doubtful debts	-	23.24	-	1.09
Loss on disposal of property, plant and equipment	2.31	0.57	3.93	-
Provision for sales tax disputes	-	-	-	1.10
Net loss on foreign currency transactions	2.60	-	25.25	2.23
Miscellaneous expenses	115.92	143.95	138.76	114.89
<b>Total</b>	<b>2,104.68</b>	<b>2,799.66</b>	<b>2,694.30</b>	<b>2,322.04</b>
<b>30.1 Payments to auditors</b>				
<b>As auditor</b>				
Statutory audit fee	1.98	2.90	2.80	2.65
Reimbursement of expenses	-	0.55	0.23	0.03
Other Services (Certification fees and other IPO related services)	16.52	-	-	-
Other Adjustments*	(16.52)	-	-	-
*Refer note 6B with regards to expenses recoverable from holding company	<b>1.98</b>	<b>3.45</b>	<b>3.03</b>	<b>2.68</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>31 Tax expense</b>				
<b>A. Income tax expense recognised in profit or loss</b>				
<b>Current tax - Continuing Operations</b>				
Current tax on profits for the period/year	664.02	577.64	561.15	583.42
Adjustments for current tax of prior periods	(4.04)	(58.58)	73.52	(12.47)
<b>Current tax - Discontinued Operations</b>	-	10.14	6.14	9.07
<b>Total</b>	<u>659.98</u>	<u>529.20</u>	<u>640.81</u>	<u>580.02</u>
<b>Deferred tax</b>				
Decrease/(increase) in deferred tax assets	(93.40)	15.53	(19.31)	(7.28)
<b>Total</b>	<u>(93.40)</u>	<u>15.53</u>	<u>(19.31)</u>	<u>(7.28)</u>
<b>Total</b>	<u>566.58</u>	<u>544.73</u>	<u>621.50</u>	<u>572.74</u>
<b>Tax reconciliation:</b>				
Restated Profit before income tax expense - Continuing Operations	2,218.47	2,445.82	2,092.34	2,251.20
Restated Profit before income tax expense and gain on sale of Discontinued Operations	-	45.80	24.41	36.03
Restated Profit before income tax expense	<u>2,218.47</u>	<u>2,491.62</u>	<u>2,116.75</u>	<u>2,287.23</u>
Applied tax rate	25.168%	25.168%	25.168%	25.168%
<b>Income tax expense calculated at 25.168%</b>	558.34	627.09	532.74	575.65
<b>Tax effect of amounts which are not deductible (taxable) in calculating taxable income:</b>				
Interest payable under Income Tax Act & GST	-	-	0.17	-
Interest payable under MSMED Act	-	-	-	0.10
CSR Expenses	12.35	11.46	13.95	9.55
Adjustment for tax relating to earlier periods	(4.04)	(58.58)	73.52	(12.47)
Disallowance u/s 10(10CC)	1.33	1.73	1.10	-
Secondary adjustment on account of Repatriation of CSA charges for earlier years (Offered to tax in earlier years)	-	(35.39)	-	-
Lower Tax Rate for Long Term Capital Gain on Slump Sale	-	(1.49)	-	-
Others	(1.40)	(0.09)	0.02	(0.09)
<b>Total Tax expense</b>	<u>566.58</u>	<u>544.73</u>	<u>621.50</u>	<u>572.74</u>
The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019.				
<b>B. Income tax recognised in other comprehensive income</b>				
Items that will not be reclassified to profit or loss	0.81	2.25	13.47	(5.48)



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**32 Profit/ (Loss) from Discontinuing Operations**

During the financial year ended December 31, 2024, for strategic reasons, the Company had decided to transfer a portion of its business division to a newly incorporated entity and thereby undertook restructuring activities of Slump sale of IT/ITES and R&D which led to the disposal of its business. Such disposal was completed on 30th September 2024.

**Financial Impact of the Disposal**

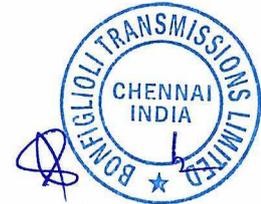
The financial effects of this transaction have been reflected in the restated summary statements as at and for the nine months period ended September 30, 2025. The profit or loss from discontinued operations (disposal group) has been presented separately in the statement of profit and loss, in accordance with the requirements of Ind AS 105 - Non-current Assets Held for Sale and Discontinued Operations. Accordingly, the profit and loss figures for the prior periods have been re-presented for comparative purposes in accordance with the requirements of the Ind AS 105 and consequently revenue from such discontinued operations are no longer disclosed in note 36(b) (Geographical segments) to the restated summary statements.

**Compliance with Indian Accounting Standards (Ind AS)**

The company has complied with the relevant Indian Accounting Standards (Ind AS) in recording and reporting this transaction. This includes Ind AS 105 for the classification, presentation and measurement of the disposed divisions, and Ind AS 1 for the presentation of financial statements.

This disclosure is made in accordance with the disclosure requirements under the Indian Accounting Standards.

	Nine months period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
<b>REVENUES</b>				
Revenue from operations	-	260.93	294.63	229.64
<b>Total Revenues</b>	<b>-</b>	<b>260.93</b>	<b>294.63</b>	<b>229.64</b>
<b>EXPENSES</b>				
Cost of raw materials & components consumed	-	0.46	2.50	1.73
Employee benefits expense	-	173.70	190.69	146.84
Depreciation and amortisation expense	-	16.40	17.01	13.49
Other expenses	-	48.31	60.02	31.55
<b>Total Expenses</b>	<b>-</b>	<b>238.87</b>	<b>270.22</b>	<b>193.61</b>
<b>Profit before tax</b>	<b>-</b>	<b>22.06</b>	<b>24.41</b>	<b>36.03</b>
Gain on sale of Division	-	23.74	-	-
<b>Profit from Discontinued Operations</b>	<b>-</b>	<b>45.80</b>	<b>24.41</b>	<b>36.03</b>
<b>Tax Expenses of Discontinued Operations</b>	<b>-</b>	<b>10.14</b>	<b>6.14</b>	<b>9.07</b>
<b>Profit after tax from Discontinued Operations</b>	<b>-</b>	<b>35.66</b>	<b>18.27</b>	<b>26.96</b>



**Bonglioli Transmissions Limited (Formerly known as Bonglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U23309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**33 IND AS 116 - Lease Disclosure**  
 The Company has lease contracts for Land and various buildings used in its operations. Leases of buildings generally have a lease term for 1 to 5 years and lease of land has a lease term of 95 years. The Company's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Company is restricted from assigning and sub-leasing the leased assets.  
 The Company also has certain lease of buildings with lease terms of 12 months or less and leases with low value. The Company applies the 'short-term lease' and lease of low-value assets' recognition exemptions for these leases.

**(i). Movement in the carrying value of the Right to Use Asset**

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Opening balance	343.07	391.64	342.51	49.37
Depreciation charge for the period/year	130.38	142.57	150.10	139.49
Additions during the period/year	96.41	7.40	173.04	310.24
Disposed during the period/year	(41.27)	(2.79)	(14.71)	(3.35)
<b>Closing balance</b>	<b>528.31</b>	<b>636.82</b>	<b>650.84</b>	<b>962.25</b>

**(ii). Classification of current and non-current liabilities of the lease liabilities**

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Current	37.94	65.37	96.66	56.65
Non-Current	-	-	-	-
<b>Total Lease Liabilities</b>	<b>37.94</b>	<b>65.37</b>	<b>96.66</b>	<b>56.65</b>

**(iii). Movement in the carrying value of the Lease Liability**

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Opening Lease Liability	63.57	59.68	56.65	34.62
Leases Potentially Terminable	55.41	7.40	101.04	340.25
Acquisition of interest	3.78	6.94	5.33	5.98
Original during the period/year	105.20	-	112.56	-
Lease Payments (Cash Outflow)	(173.04)	(114.41)	(85.89)	(142.27)
<b>Closing Lease Liability</b>	<b>52.92</b>	<b>69.61</b>	<b>96.67</b>	<b>26.58</b>

**(iv). Contractual Maturities of Lease Liability**

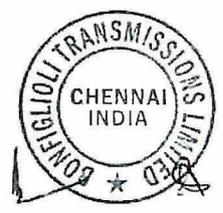
Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Less than one year	45.23	59.14	36.77	45.27
One to five years	4.77	9.53	60.10	31.11
More than five years	-	-	-	-
<b>Total</b>	<b>50.00</b>	<b>68.67</b>	<b>96.87</b>	<b>76.38</b>

**(v) The following amounts are recognised in profit or loss:**

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Depreciation expense of right of use	130.38	142.57	150.10	139.49
Interest expense on lease liabilities	2.78	6.94	5.33	5.98
Expense relating to short-term leases (included in other expenses)	11.48	3.86	7.13	17.82
Gain on termination of lease	(5.27)	-	-	-
<b>Total amount recognised in profit or loss</b>	<b>149.37</b>	<b>193.37</b>	<b>172.56</b>	<b>173.29</b>

The interest rate (weighted average incremental borrowing rate) for lease liabilities ranges from 7% to 9% with maturity between 2025-2029.  
 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 the lease liabilities as and when they fall due.  
 The company has adopted the practical expediency of recognising short-term lease (Leasing of IT assets like laptop), lease of low value (Leasing of Crane) and lease involving variable租金 (storage and warehouse) in the statement of Profit and loss in a straight line basis disclosed as Rental expenses.

	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
<b>34 Earnings per equity share (EPS)</b>				
Profit after tax - Rs. Millions - Continuing Operations	1,631.89	1,911.23	1,476.98	1,687.53
Profit after tax - Rs. Millions - Discontinued Operations	-	35.66	18.37	26.96
<b>Profit after tax - Continuing &amp; Discontinued Operations</b>	<b>1,631.89</b>	<b>1,946.89</b>	<b>1,495.35</b>	<b>1,714.49</b>
Number of equity shares of Rs. 10 each as at the beginning of the year	125,330,556	131,122,994	131,122,994	131,122,994
Number of equity shares of Rs. 10 each as at the end of the year	125,330,556	125,330,556	131,122,994	131,122,994
Weighted average number of equity shares of Rs. 10 each outstanding during the year	125,330,556	127,356,327	131,122,994	131,122,994
Effect of Dilution				
Issue of Bonus shares (Refer Note 46(b))	62,565,278	62,565,278	62,565,278	62,565,278
Weighted average number of equity shares adjusted for the effect of dilution	187,995,834	190,021,605	193,788,272	193,788,272
Nominal value of each equity share (in Rs.)	10.00	10.00	10.00	10.00
Earnings per Equity Share: (Basic and Diluted) - Continuing	8.79	10.06	7.62	8.71
Earnings per Equity Share: (Basic and Diluted) - Discontinued	-	0.19	0.09	0.14
<b>Earnings per Equity Share: (Basic and Diluted) - Continuing &amp; Discontinued Operations</b>	<b>8.79</b>	<b>10.25</b>	<b>7.71</b>	<b>8.85</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**35 Dues to micro and small enterprises**

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	As at	As at	As at	As at
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at the period/year end	534.83	411.98	651.32	501.14
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at period/year end	11.82	11.82	11.82	11.82
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	182.94	261.12	452.45	249.87
Interest paid, other than under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-	-	-
Interest paid, under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-	-	-
Interest due and payable towards suppliers registered under the MSMED Act, for payments already made	-	-	-	0.20
Further interest remaining due and payable for earlier years	11.82	11.82	11.80	11.60

**36 Segment information**

**(a) Description of segments and principal activities**

The Board of Directors is considered to be the Chief Operating Decision Maker of the Company within the purview of Ind AS 108, Operating Segments. The Board examines the Company's performance and has determined the Company as a whole as one segment. Accordingly, the total segment revenue, total segment results, total carrying amount of segment assets, total carrying amount of segment liabilities, total capital expenditure during the period/year, total amount of charge of depreciation and amortisation during the period/year are all as reflected in the restated summary statements as at and for the nine month period ended September 30, 2025 and for the years ended December 31, 2024, December 31, 2023 and December 31, 2022.

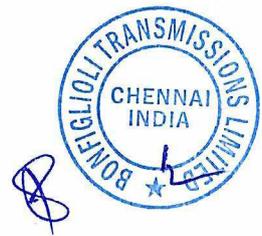
**(b)** The Company is domiciled in India. The amount of its revenue from contract with customers broken down by location of the customers is shown in the table below.

Revenue from contract with customers (Continuing Operations)	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
India	10,538.16	13,645.33	12,711.34	11,326.38
China	148.23	411.43	592.70	494.75
USA	2,279.99	2,405.17	1,577.45	1,304.05
Italy	443.63	373.18	371.31	372.31
Germany	276.27	642.25	589.16	785.43
Other countries	761.65	782.90	848.96	1,109.26
<b>Total</b>	<b>14,447.93</b>	<b>18,260.26</b>	<b>16,690.92</b>	<b>15,392.18</b>

**(c)** All non-current assets of the Company are located in India.

**(d) Details of sale of products and Services (Continuing Operations)**

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Gear box	8,718.75	11,072.63	9,617.39	8,807.79
Gear motor	4,320.88	5,366.21	5,231.89	5,134.48
Others	1,408.30	1,821.42	1,841.64	1,449.91
<b>Total</b>	<b>14,447.93</b>	<b>18,260.26</b>	<b>16,690.92</b>	<b>15,392.18</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

**37 Employee benefit obligations**

Particulars	Compensated absences (As per note 37.1)			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Current	12.58	9.03	9.40	7.80
Non-current	66.03	57.30	62.10	45.71
<b>Total</b>	<b>78.61</b>	<b>66.33</b>	<b>71.50</b>	<b>53.51</b>

Particulars	Gratuity (As per note 37.3)			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Current	19.66	24.66	66.73	21.02
Non-current	-	-	-	-
<b>Total</b>	<b>19.66</b>	<b>24.66</b>	<b>66.73</b>	<b>21.02</b>

**37.1 Compensated absences**

Compensated absences cover the Company's liability for earned leave.

The Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to avail the full amount of accrued leave or require payment for such leave within the next 12 months. Hence, amounts to the extent of 66.03 (December 31, 2024 - Rs. 57.30 , December 31, 2023 - Rs. 62.10 , December 31, 2022 - Rs. 45.71 ) is presented as non-current.

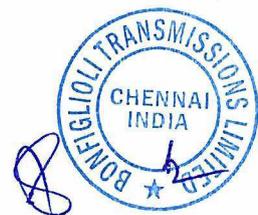
Significant Actuarial Assumptions	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Discount Rate	6.54%	6.96%	7.40%	7.50%
Future Salary Rate %	11.86%	11.60%	11.22%	8.42%

**Post-employment obligations**
**37.2 Defined contribution plan - Provident fund**

Contributions are made to provident fund for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the Government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

**Amount recognised in statement of profit and loss**

Particulars	Nine Month Period ended September 30, 2025	Year ended December 31, 2024	Year ended December 31, 2023	Year ended December 31, 2022
Provident fund	36.78	52.74	45.72	38.28
<b>Total</b>	<b>36.78</b>	<b>52.74</b>	<b>45.72</b>	<b>38.28</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

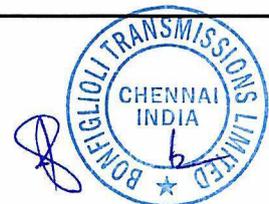
**37.3 Defined benefit plan - Gratuity**

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 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 for the number of years of service. The gratuity plan is a funded plan and the Company makes contribution to LIC.

(a) The amounts recognised in the balance sheet and the movement in the net defined benefit obligation and plan assets over the year are as follows:

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>Jan 1, 2022</b>	<b>142.90</b>	<b>133.90</b>	<b>9.00</b>
Current service cost	18.20	-	18.20
Interest expense/(income)	11.10	9.11	1.99
Past service costs	20.12	-	20.12
<b>Total amount recognised in profit or loss</b>	<b>49.42</b>	<b>9.11</b>	<b>40.31</b>
<i>Remeasurements:</i>			
(Gain)/loss from change in demographic assumptions	(1.66)	-	(1.66)
(Gain)/loss from change in financial assumptions	(14.44)	-	(14.44)
Effect of Experience (gains)/losses	(3.47)	-	(3.47)
Return on plan assets, excluding amounts included in interest expense/(income)	-	2.21	(2.21)
<b>Total amount recognised in other comprehensive income</b>	<b>(19.57)</b>	<b>2.21</b>	<b>(21.78)</b>
Employer contributions	-	6.51	(6.51)
Benefit payments Experience (gains)/losses	(11.64)	(11.64)	-
<b>December 31, 2022</b>	<b>161.11</b>	<b>140.09</b>	<b>21.02</b>

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>Jan 1, 2023</b>	<b>161.11</b>	<b>140.09</b>	<b>21.02</b>
Current service cost	16.65	-	16.65
Interest expense/(income)	11.50	10.52	0.98
Past service costs	-	-	-
<b>Total amount recognised in profit or loss</b>	<b>28.15</b>	<b>10.52</b>	<b>17.63</b>
<i>Remeasurements:</i>			
(Gain)/loss from change in demographic assumptions	(1.83)	-	(1.83)
(Gain)/loss from change in financial assumptions	38.31	-	38.31
Effect of Experience (gains)/losses	16.15	-	16.15
Return on plan assets, excluding amounts included in interest expense/(income)	-	(0.88)	0.88
<b>Total amount recognised in other</b>	<b>52.63</b>	<b>(0.88)</b>	<b>53.51</b>
Employer contributions	-	25.43	(25.43)
Benefit payments Experience (gains)/losses	(7.71)	(7.71)	-
<b>December 31, 2023</b>	<b>234.18</b>	<b>167.45</b>	<b>66.73</b>

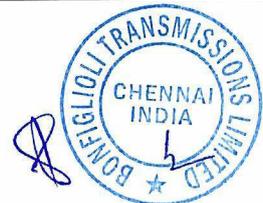


**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>Jan 1, 2024</b>	<b>234.18</b>	<b>167.45</b>	<b>66.73</b>
Current service cost	22.37	-	22.37
Interest expense/(income)	15.93	12.40	3.53
Past service costs	-	-	-
<b>Total amount recognised in profit or loss</b>	<b>38.30</b>	<b>12.40</b>	<b>25.90</b>
<i>Remeasurements:</i>			
(Gain)/loss from change in demographic assumptions	(5.11)	-	(5.11)
(Gain)/loss from change in financial assumptions	11.79	-	11.79
Effect of Experience (gains)/losses	3.35	-	3.35
Return on plan assets, excluding amounts included in interest expense/(income)	-	1.08	(1.08)
<b>Total amount recognised in other</b>	<b>10.03</b>	<b>1.08</b>	<b>8.95</b>
Employer contributions	-	73.65	(73.65)
Benefit payments	(10.06)	(10.06)	-
Experience (gains)/losses	(31.08)	(27.81)	(3.27)
<b>December 31, 2024</b>	<b>241.37</b>	<b>216.71</b>	<b>24.66</b>

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>Jan 1, 2025</b>	<b>241.37</b>	<b>216.71</b>	<b>24.66</b>
Current service cost	20.48		20.48
Interest expense/(income)	11.91	11.32	0.59
Past service costs			-
<b>Total amount recognised in profit or loss</b>	<b>32.39</b>	<b>11.32</b>	<b>21.07</b>
<i>Remeasurements:</i>			
(Gain)/loss from change in demographic assumptions	(4.32)		(4.32)
(Gain)/loss from change in financial assumptions	10.15		10.15
Effect of Experience (gains)/losses	(2.83)		(2.83)
Return on plan assets, excluding amounts included in interest expense/(income)		(0.21)	0.21
<b>Total amount recognised in other comprehensive income</b>	<b>3.00</b>	<b>(0.21)</b>	<b>3.21</b>
Employer contributions		29.28	(29.28)
Benefit payments	(15.04)	(15.04)	-
Transfer out			-
<b>September 30, 2025</b>	<b>261.72</b>	<b>242.06</b>	<b>19.66</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

The net liability/(asset) disclosed above relates to funded plan as follows:

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Present value of funded obligation	261.72	241.37	234.18	161.11
Fair value of plan assets	242.06	216.71	167.45	140.09
<b>Deficit / (surplus) of funded plan</b>	<b>19.66</b>	<b>24.66</b>	<b>66.73</b>	<b>21.02</b>

**(b) Significant actuarial assumptions**

The significant actuarial assumptions were as follows:

Particulars	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Discount rate	6.54%	6.96%	7.40%	7.50%
Salary growth rate	11.86%	11.60%	11.22%	8.42%
Attrition rate	14.74%	13.65%	12.14%	10.20%

**Notes:**

- The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligation.
- The estimates of future salary increases, considered in actuarial valuation, takes into account, inflation, seniority, promotions and other relevant factors, such as demand and supply in the employment market.

**(c) Sensitivity analysis**

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

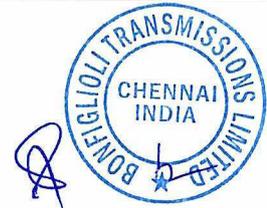
Particulars	Impact on defined benefit obligation			
	Change in assumption			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Discount rate	0.50%	0.50%	0.50%	0.50%
Salary growth rate	0.50%	0.50%	0.50%	0.50%

Particulars	Impact on defined benefit obligation			
	Increase in assumption			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Discount rate	253.93	233.78	226.12	155.55
Salary growth rate	296.10	248.67	242.07	166.77

Particulars	Impact on defined benefit obligation			
	Decrease in assumption			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Discount rate	270.15	249.61	242.96	167.24
Salary growth rate	254.84	234.58	226.87	155.93

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**(d) Plan assets**

The Company has plan assets by way of investments funds in Life Insurance Corporation of India (LIC).

**(e) Risk exposure**

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

**Asset volatility**

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to Government of India bond rate.

If the return on plan asset is lower than this rate, then it will create a plan deficit.

**Changes in bond yields**

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an yields increase in the value of the plans' bond holdings.

**(f) Defined benefit liability and employer contributions**

Expected contributions to post-employment benefit plan for the period/year ending September 30, 2025 is Rs. 30.50 (December 31, 2024 is Rs. 26.54 , December 31,2023 is Rs. 23.16 , December 31, 2022 is Rs. 15.84 .)

The weighted average duration of the defined benefit obligation is 8 years (December 31, 2024 - 8 years, December 31, 2023 - 8 years, December 31, 2022 - 8 years).

The expected maturity analysis of undiscounted gratuity is as follows:

	Less than a year	Between 1 - 2 years	Between 2 - 5 years	Over 5 years	Total
<b>September 30, 2025</b>	30.50	36.67	100.78	195.26	<b>363.21</b>
<b>December 31, 2024</b>	26.54	28.37	96.08	183.86	<b>334.85</b>
<b>December 31, 2023</b>	23.16	26.27	89.22	190.50	<b>329.15</b>
<b>December 31, 2022</b>	15.84	18.88	63.00	132.65	<b>230.37</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

**38 Related party disclosures**
**A Name of related parties and nature of relationship**
**(i) Where control exists**

Ultimate Holding Company	Bon-Fi SRL
Holding company	Bonfiglioli S.p.A.

**(ii) Other related parties with whom transactions have taken place during the year**

Fellow subsidiaries	Bonfiglioli Transmission (Aust.) Pty Ltd - Australia Bonfiglioli Transmission (Aust.) Pty Ltd - New Zealand Bonfiglioli Vectron GmbH (until June 2024)** Bonfiglioli South Africa Pty Ltd. Bonfiglioli U.S.A. Inc. Bonfiglioli Vietnam Co. Ltd Bonfiglioli Riduttori S.p.A. Bonfiglioli Güc Aktarma ve Otomasyon Teknolojileri Sanayi ve Tic. A.S. Bonfiglioli (U.K) Ltd Bonfiglioli South East Asia Pte. Ltd. Bonfiglioli Trading (Shanghai) Co. Ltd Tecnotrans Bonfiglioli SA Bonfiglioli Deutschland GmbH Bonfiglioli Drives (Shanghai) Co. Ltd Bonfiglioli Slovakia sro Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda Bonfiglioli Transmission S.A.S O&K Antriebstechnik GmbH Bonfiglioli Drive Solutions Private Ltd Bonfiglioli Technology Space Pvt. Ltd
---------------------	--

**(iii) Others**

 Clementino Bonfiglioli Charitable Trust\*  
 B.R.T. S.p.A#

**(iv) Key management personnel**

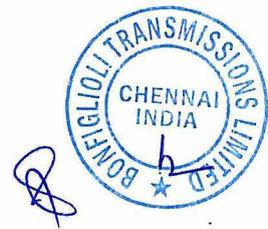
 Mrs. Sonia Bonfiglioli, Promoter and Non-Executive Director  
 Mr. G.A Balaji, Chief Financial Officer and Whole-time director  
 Mr. Kennady V Kaipally, Managing Director (w.e.f. November 11, 2025) and Whole Time Director (upto November 09, 2025)  
 Mr. Massimo Sarti, Non Executive Director (w.e.f. April 23, 2025)  
 Mr Marco Mossuto, Non-Executive Director (w.e.f February 03, 2026)  
 Mr. Ravindra Pisharody, Independent Director  
 Mrs Rossella Schiavini, Independent Director (w.e.f February 03, 2026)  
 Mr Sundaresan Ananthanarayanan, Independent Director (w.e.f February 03, 2026)  
 Mr. Sunil kumar, Company Secretary (w.e.f November 27, 2024)  
 Mr. Fausto Carboni, Director (till July 3, 2024)  
 Ms. Bindhu Madhavi M (till April 21, 2023)  
 Mr. Vijaykrishna (till August 12, 2022)  
 Ms. Arthi N (till November 16, 2023)

\* represents CSR trust in which Company is a trustee

# represents Company in which Sonia Bonfiglioli is a director and her relative is a shareholder

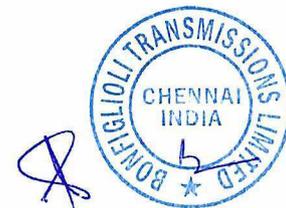
The above information regarding related parties has been determined to the extent such parties have been identified on the basis of information available with the Company.

(\*\*) Bonfiglioli Vectron GmbH is no more existence, since it was merged in Bonfiglioli Deutschland GmbH effective from 01.07.2024



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

<b>B Particulars of transactions and balances with related parties</b>				
<b>Description</b>	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>December 31, 2023</b>	<b>December 31, 2022</b>
<b>(a) Transactions during the year</b>				
<b>Sale of goods</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	85.01	155.54	102.54	117.48
Bonfiglioli Vietnam Co. Ltd	55.16	43.79	37.54	27.64
Bonfiglioli U.S.A. Inc.	506.14	603.36	328.77	179.08
Bonfiglioli Slovakia sro	13.49	83.06	176.77	101.23
Bonfiglioli South Africa Pty Ltd.	5.77	2.44	8.24	0.71
Bonfiglioli Transmission S.A.S	64.67	59.71	216.06	298.88
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	179.79	132.78	25.83	98.62
Bonfiglioli Transmission (Aust.) Pty Ltd - New Zealand	12.55	10.65	18.21	8.76
Bonfiglioli Drives (Shanghai) Co. Ltd	110.88	95.59	89.54	163.53
Bonfiglioli Deutschland GmbH	276.27	628.32	571.01	775.51
Bonfiglioli Riduttori S.p.A.	336.40	301.24	336.19	333.91
Bonfiglioli Güç Aktarma ve Otomasyon Teknolojileri Sanayi ve Tic. A.S.	17.44	35.26	86.24	63.18
Bonfiglioli (U.K) Ltd	225.85	85.50	60.35	94.09
Bonfiglioli South East Asia Pte. Ltd.	21.71	67.85	57.65	77.02
Bonfiglioli Trading (Shanghai) Co. Ltd.	34.32	310.63	499.28	314.48
Tecnotrans Bonfiglioli SA	74.37	84.12	53.14	85.59
Bonfiglioli Drive Solutions Private Ltd	11.47	98.96	-	-
<b>Others:</b>				
B.R.T. S.p.A	43.23	47.17	21.72	35.02
<b>Sale of services (from continuing operations)</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	2.25	8.09	10.75	10.40
<b>Fellow subsidiaries:</b>				
Bonfiglioli Riduttori S.p.A.	0.62	0.03	2.65	0.85
Bonfiglioli Drives (Shanghai) Co. Ltd	2.92	0.35	0.16	0.32
Bonfiglioli Trading (Shanghai) Co. Ltd.	0.10	1.18	3.72	0.93
Bonfiglioli Transmission S.A.S	-	-	-	0.25
Bonfiglioli Deutschland GmbH	-	1.25	0.14	0.60
Bonfiglioli South East Asia Pte. Ltd.	-	-	0.11	-
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	-	-	-	0.17
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	0.10	-	-	-
Bonfiglioli U.S.A. Inc.	2.58	-	-	-
Bonfiglioli Vietnam Co. Ltd	-	0.01	-	0.69
Tecnotrans Bonfiglioli SA	-	-	-	0.17
Bonfiglioli Vectron GmbH	-	4.11	7.67	1.00
Bonfiglioli Drive Solutions Private Ltd	4.00	3.40	1.78	1.34
Bonfiglioli Technology Space Pvt Ltd	1.81	0.52	-	-
<b>Sale of services (from discontinued operations-also refer note 32)</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	-	252.36	284.29	221.33
<b>Fellow Subsidiaries:</b>				
O&K Antriebstechnik GmbH	-	8.57	10.34	8.31
<b>Sale of Discontinued Operations</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Technology Space Pvt Ltd	-	115.50	-	-
<b>Commission income</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Riduttori S.p.A.	-	3.37	1.98	4.20
O&K Antriebstechnik GmbH	-	1.73	1.83	0.77
<b>Interest Income on loan given</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Technology Space Pvt Ltd	7.83	2.09	-	-
<b>Sale of Property, plant and equipment</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Drive Solutions Private Ltd	14.98	-	-	-
<b>Secondary Adjustment received as per Transfer pricing</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	-	140.63	-	-
<b>Loan given</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Technology Space Pvt Ltd	-	218.51	-	-
<b>Loan repaid during the period/year</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Technology Space Pvt Ltd	90.05	-	-	-
<b>Expenses recoverable from holding company</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	16.52	-	-	-



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

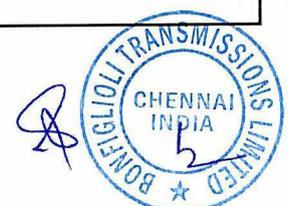
<b>B Particulars of transactions and balances with related parties</b>				
<b>Description</b>	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>December 31, 2023</b>	<b>December 31, 2022</b>
<b>Purchase of goods</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Drives (Shanghai) Co. Ltd	5.76	3.17	7.41	2.23
Bonfiglioli Vectron GmbH	-	1.39	3.01	1.72
Bonfiglioli Deutschland GmbH	1.87	1.01	0.11	4.71
Bonfiglioli U.S.A. Inc.	0.18	0.07	0.42	2.29
Bonfiglioli Riduttori S.p.A.	1,353.20	1,985.81	2,303.32	1,628.36
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	0.48	-	0.06	0.04
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	0.00*	0.31	0.17	0.60
Bonfiglioli South Africa Pty Ltd.	0.17	0.80	0.75	0.92
Bonfiglioli (U.K) Ltd	-	-	-	0.00*
Bonfiglioli Transmission S.A.S	0.10	0.29	0.00*	-
Tecnotrans Bonfiglioli SA	-	0.04	-	(0.01)
O&K Antriebstechnik GmbH	9.63	4.74	1.24	0.08
Bonfiglioli Trading (Shanghai) Co. Ltd.	-	28.29	11.82	-
Bonfiglioli Drive Solutions Private Ltd	296.06	82.53	17.16	-
Bonfiglioli Güç Aktarma ve Otomasyon Teknolojileri Sanayi ve Tic. A.Ş.	0.01	-	0.02	0.02
<b>Others:</b>				
B.R.T. S.p.A	27.36	76.28	83.70	68.11
<b>Professional fees</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	321.10	420.33	441.21	371.06
<b>Sales commission expense</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli U.S.A. Inc.	35.56	36.39	25.14	23.70
<b>Special project ( E-commerce)</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	-	4.45	-	-
<b>Purchase of Property, plant and equipment</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Drive Solutions Private Ltd	37.31	-	-	-
<b>Remuneration to Key managerial personnel</b>				
Key Managerial personnel (Refer note c below)	22.39	52.83	39.50	41.40
<b>Salary advance given during the year</b>				
<b>Key Managerial personnel:</b>				
Mr. Kennady V Kaipally	12.10	-	-	-
<b>Sitting fees to Director</b>				
<b>Key Managerial personnel:</b>				
Mr. Ravindra Pisharody	1.50	2.00	2.00	2.00
<b>Other expenses (including reimbursement of expenses)</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Riduttori S.p.A.	2.03	0.28	0.64	0.49
Bonfiglioli Drives (Shanghai) Co. Ltd	0.86	0.34	0.52	0.01
Bonfiglioli Trading (Shanghai) Co. Ltd	0.00*	0.21	-	-
Bonfiglioli Slovakia sro	0.52	0.62	0.61	-
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	-	0.13	-	-
Bonfiglioli Vietnam Co. Ltd	0.46	0.01	0.00*	0.08
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	-	0.79	-	1.14
Bonfiglioli (U.K) Ltd	-	-	0.24	-
Bonfiglioli U.S.A. Inc.	0.10	1.76	0.58	0.21
Bonfiglioli Vectron GmbH	-	-	-	0.03
<b>Royalty</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	649.78	813.32	741.26	641.61
<b>Donation</b>				
<b>Others:</b>				
Clementino Bonfiglioli Charitable Trust	2.89	3.10	3.15	2.90
<b>Dividend Paid</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	927.45	689.32	639.71	1,599.26
<b>Fellow subsidiaries:</b>				
Bonfiglioli Vectron GmbH	-	-	15.91	39.77



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**B Particulars of transactions and balances with related parties**

Description	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
<b>Buy Back of Equity Shares</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	-	324.50	-	-
<b>Fellow subsidiaries:</b>				
Bonfiglioli Vectron GmbH	-	395.50	-	-
<b>(b) Balances as at the end of the year</b>				
<b>Trade receivables</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	0.91	89.38	147.99	127.51
<b>Fellow subsidiaries:</b>				
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	44.93	36.79	38.56	25.87
Bonfiglioli Transmission S.A.S	35.20	10.34	50.51	107.70
Bonfiglioli Transmission (Aust.) Pty Ltd - New Zealand	9.13	3.78	6.70	1.53
Bonfiglioli Vietnam Co. Ltd	31.65	18.70	12.18	10.26
Bonfiglioli Drives (Shanghai) Co. Ltd.	62.95	33.78	23.32	40.31
Bonfiglioli Trading (Shanghai) Co. Ltd.	10.50	9.27	174.24	77.85
Bonfiglioli Slovakia sro	3.88	12.94	21.48	82.78
Bonfiglioli Riduttori S.p.A.	212.27	84.67	91.51	85.07
Bonfiglioli U.S.A. Inc.	190.26	321.58	140.27	73.48
Bonfiglioli Vectron GmbH	-	-	7.81	-
Bonfiglioli South Africa Pty Ltd	4.88	2.11	3.76	0.35
Bonfiglioli Deutschland GmbH	145.40	57.68	240.53	322.34
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	75.07	42.97	7.65	32.47
Bonfiglioli Güç Aktarma ve Otomasyon Teknolojileri Sanayi ve Tic. A.S.	18.59	0.60	14.62	20.77
Bonfiglioli South East Asia Pte. Ltd.	6.24	24.72	41.24	28.72
Bonfiglioli (U.K) Ltd	143.35	35.63	20.81	28.24
Tecnotrans Bonfiglioli SA	26.26	39.09	4.48	6.64
O&K Antriebstechnik GmbH	-	3.36	7.82	5.21
Bonfiglioli Drive Solutions Private Ltd	33.43	33.70	1.92	1.44
Bonfiglioli Technology Space Pvt Ltd	2.81	4.12	-	-
<b>Others:</b>				
B.R.T. S.p.A	13.71	18.22	2.04	10.03
<b>Trade payables</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	611.25	471.22	537.68	484.04
<b>Fellow subsidiaries:</b>				
Bonfiglioli Transmission S.A.S	-	0.10	0.01	-
Bonfiglioli Drives (Shanghai) Co. Ltd	3.25	1.01	6.33	0.53
Bonfiglioli Trading (Shanghai) Co. Ltd.	0.00*	-	12.06	-
Bonfiglioli U.S.A. Inc.	36.77	38.72	28.82	23.72
Bonfiglioli Riduttori S.p.A.	665.67	478.32	816.07	604.17
Bonfiglioli Transmission (Aust.) Pty Ltd - Australia	0.72	0.14	0.03	-
Bonfiglioli Transmission (Aust.) Pty Ltd - New Zealand	0.01	-	-	0.08
Bonfiglioli Vietnam Co. Ltd	0.52	0.01	-	-
Bonfiglioli South Africa Pty Ltd.	5.84	0.02	0.24	0.70
Bonfiglioli (U.K) Ltd	-	-	0.24	-
Bonfiglioli Vectron GmbH	-	-	1.79	1.13
Bonfiglioli Deutschland GmbH	1.30	0.88	0.11	-
Tecnotrans Bonfiglioli SA	0.07	-	-	-
Bonfiglioli Slovakia sro	0.29	0.01	0.28	-
Bonfiglioli Güç Aktarma ve Otomasyon Teknolojileri Sanayi ve Tic. A.S.	0.01	-	0.02	0.03
Bonfiglioli Redutores do Brasil Indústria e Comércio Ltda	0.00*	-	0.07	-
Bonfiglioli Drive Solutions Private Limited	47.00	23.41	6.88	-
O&K Antriebstechnik GmbH	7.97	-	1.28	0.09
Bonfiglioli Technology Space Pvt Ltd	0.41	0.00*	-	-
<b>Others</b>				
B.R.T. S.p.A	10.02	7.51	28.53	20.13
<b>Loan given (Outstanding as at balance sheet date)</b>				
<b>Fellow subsidiaries:</b>				
Bonfiglioli Technology Space Pvt Ltd	128.46	218.51	-	-
<b>Other receivable</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	53.20	140.63	-	-
<b>Interim Dividend Payable (Net of tax deducted at source)</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	-	191.76	-	-
<b>Remuneration Payable to key managerial personnel</b>				
Mr G.A Balaji	2.01	5.59	3.68	2.47
Mr. Kennady V Kaipally	14.55	26.89	17.28	13.56
Mr. S Sunil Kumar	0.04	0.01	-	-
<b>Salary advance (Outstanding as at balance sheet date)</b>				
<b>Key Managerial personnel:</b>				
Mr. Kennady V Kaipally	12.10	-	-	-
<b>Expenses recoverable from holding company</b>				
<b>Holding company:</b>				
Bonfiglioli S.p.A.	16.52	-	-	-



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**C Details of Remuneration to Key Managerial Personnel**

Particulars	Nine months period ended September 30, 2025		
	Mr G.A Balaji	Mr. Kennady V Kaipally	Mr. Sunil Kumar
(a) short-term employee benefits	9.26	13.55	1.11
(b) post-employment benefits	1.29	1.06	0.04
(c) other long-term benefits	3.09	16.08#	0.03
(d) reversal long term benefits accrued in previous years**	-	(23.12)	-
<b>Total</b>	<b>13.64</b>	<b>7.57</b>	<b>1.18</b>

# includes provision created towards bonus amounting to 6.66 MINR payable in 2028 subject to satisfaction of certain conditions and pension amounting to 5.38 MINR payable at the time of retirement subject to satisfaction of certain conditions.

\*\* during the current year owing to non-satisfaction of conditions, the Company has reversed provision for bonus created in earlier years amounting to Rs. 23.12 .

Particulars	Year ended December 31, 2024		
	Mr G.A Balaji	Mr. Kennady V Kaipally	Mr. Sunil Kumar
(a) short-term employee benefits	12.30	18.30	0.13
(b) post-employment benefits	1.40	2.70	-
(c) other long-term benefits	4.50	13.50	-
<b>Total</b>	<b>18.20</b>	<b>34.50</b>	<b>0.13</b>

Particulars	Year ended December 31, 2023			
	Mr G.A Balaji	Mr. Kennady V Kaipally	Ms. Bindhu Madhavi M	Ms. Arthi N
(a) short-term employee benefits	9.00	13.90	0.40	0.80
(b) post-employment benefits	0.40	0.50	-	-
(c) other long-term benefits	3.50	11.00	-	-
<b>Total</b>	<b>12.90</b>	<b>25.40</b>	<b>0.40</b>	<b>0.80</b>

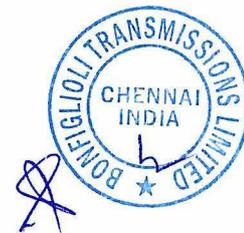
Particulars	Year ended December 31, 2022			
	Mr G.A Balaji	Mr. Kennady V Kaipally	Mr Vijaykrishna	Ms. Bindhu Madhavi M
(a) short-term employee benefits	10.30	14.80	1.48	0.22
(b) post-employment benefits	0.20	0.20	-	-
(c) other long-term benefits	1.80	12.40	-	-
<b>Total</b>	<b>12.30</b>	<b>27.40</b>	<b>1.48</b>	<b>0.22</b>

Information with respect to post employment benefit plan is disclosed in note 37

**Transaction with related party - Transfer price:**

Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions and all the related party outstanding balances as at the period/year end are unsecured, interest free and settlement occurs in cash except for loan provided to related parties as disclosed in note 5 to the restated summary statements. Further, there are no guarantees provided or received to/from any related party. For the nine month period ended September 30, 2025 and for the earlier years ended December 31, 2024, December 31, 2023, December 31, 2022, the Company has assessed that no impairment is required in respect of amounts owed by related parties. This assessment is undertaken for each financial year through examining the financial position of the related party and the market in which the related party operates. Also, the Company has entered into international transactions with related parties and has a policy of maintaining documents as prescribed by the Income-tax Act, 1961 to prove that these transactions are at arm's length and believes that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.

\*Represents amount less than INR 0.01 Million.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**39 Fair value measurements**  
**(a) Fair Values**

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those the carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying value				Fair value			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Investments	1.13	1.13	1.13	1.13	1.13	1.13	1.13	1.13
Loans	128.46	218.51	-	-	128.46	218.51	-	-
Other Financial assets	139.39	203.43	120.18	268.01	139.39	203.43	120.18	268.01
<b>Total</b>	<b>268.98</b>	<b>423.07</b>	<b>121.31</b>	<b>269.14</b>	<b>268.98</b>	<b>423.07</b>	<b>121.31</b>	<b>269.14</b>
Short term Borrowings	-	-	1,107.86	1,437.44	-	-	1,107.86	1,437.44
Lease liabilities	37.94	65.57	96.66	56.65	37.94	65.57	96.66	56.65
Other financial liabilities	120.62	449.57	296.16	227.07	120.62	449.57	296.16	227.07
<b>Total</b>	<b>158.56</b>	<b>515.14</b>	<b>1,500.68</b>	<b>1,721.16</b>	<b>158.56</b>	<b>515.14</b>	<b>1,500.68</b>	<b>1,721.16</b>

The carrying amounts of trade receivables, trade payables, cash & cash equivalents and bank balances other than cash & cash equivalents are considered to be the same as their fair values, due to their short-term nature.

The fair value of the 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.

**(b) Fair Values hierarchy**

	Note	September 30, 2025			December 31, 2024		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial assets</b>							
Investments							
- Equity instruments (quoted)	4	1.13	-	-	1.13	-	-
Derivative instruments	6B	-	-	-	-	-	-
<b>Total</b>		<b>1.13</b>	<b>-</b>	<b>-</b>	<b>1.13</b>	<b>-</b>	<b>-</b>
<b>Financial liabilities</b>							
Derivative instruments	16B	-	5.25	-	-	11.68	-
<b>Total</b>		<b>-</b>	<b>5.25</b>	<b>-</b>	<b>-</b>	<b>11.68</b>	<b>-</b>

	Note	December 31, 2023			December 31, 2022		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial assets</b>							
Investments							
- Equity instruments (quoted)	4	1.13	-	-	1.13	-	-
Derivative instruments	6B	-	4.24	-	-	-	-
<b>Total</b>		<b>1.13</b>	<b>4.24</b>	<b>-</b>	<b>1.13</b>	<b>-</b>	<b>-</b>
<b>Financial liabilities</b>							
Derivative instruments	16B	-	-	-	-	23.41	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23.41</b>	<b>-</b>

**Hierarchy:**

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices or realisable price as on the date of reporting. This includes listed equity instruments that have realisable price as agreed in the share purchase agreement.

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

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

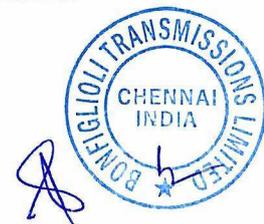
**(c) Valuation process**

The finance department of the Company performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. Discussions of valuation processes and results are held between the CFO and the finance department which is in accordance with the Company's policy.

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

The fair values for other financial assets were calculated based on cash flows discounted using a risk adjusted discount 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.

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



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

**40 Financial risk management**

The Company's activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, bank balances other than cash and cash equivalents, financial assets measured at amortised cost	Ageing analysis Credit ratings	Diversification of bank deposits and review of credit ratings, credit limits and letters of credit
Liquidity risk	Trade payables, borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange	Future commercial transactions Recognised financial assets and liabilities not denominated in Indian rupee (Rs.)	Sensitivity analysis	Monitoring exchange rate movements and forward foreign exchange contracts
Market risk - interest rate	Short-term borrowings at variable interest rates	Sensitivity analysis	Availability of committed credit lines and borrowing facilities

**(A) Credit risk**

Credit risk arises from cash and cash equivalents, bank balances other than cash and cash equivalents, financial assets measured at amortised cost and credit exposures to customers including outstanding receivables.

**(i) Credit risk management**

Credit risk on cash and cash equivalents is limited as the Company generally deposits surplus cash with banks holding high credit ratings.

Credit risk with respect to domestic and export trade receivable (other than receivables from related parties) is managed by the Company through periodical review of their credit worthiness. The Company does not perceive any credit risk in respect of receivables from related parties.

Trade receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable and, where appropriate, credit guarantee cover is taken.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information.

A default on a financial asset is when the counterparty fails to make contractual payments within one year from the due date. This definition of default is determined by considering the business environment in which entity operates and other macro-economic factors.

The Company evaluates the concentration of risk with respect to trade receivables and contract assets as low, as its customers are located in several jurisdictions and industries.

**(ii) Provision for expected credit losses**

The Company provides for loss allowance based 12 month expected credit loss except in the case of trade receivables which are provided based on life-time expected credit loss and on a specific identification basis.

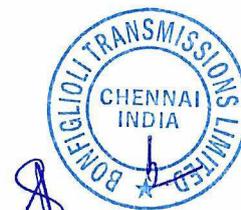
**Nine Month Period Ended September 30, 2025:**

(a) Expected credit loss for other financial assets at amortised cost

The risk of default in carrying value of other financial assets is negligible and hence no provision for expected credit loss has been provided.

(b) Expected credit loss for trade receivables and contract assets under simplified approach:

Ageing	Less than 6 months	More than 6 months	Total
Gross carrying amount - Trade receivables	4,794.74	41.95	4,836.69
Loss allowance rate - Trade receivables	-0.18%	-97.74%	-1.02%
Expected credit losses (Loss allowance provision)	(8.43)	(41.00)	(49.43)
<b>Carrying amount of trade receivables (net of loss allowance provision)</b>	<b>4,786.31</b>	<b>0.95</b>	<b>4,787.26</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

**Year ended December 31, 2024:**

(a) Expected credit loss for other financial assets at amortised cost

The risk of default in carrying value of other financial assets is negligible and hence no provision for expected credit loss has been provided.

(b) Expected credit loss for trade receivables under simplified approach:

Ageing	Less than 6 months	More than 6 months	Total
Gross carrying amount - Trade receivables	4,123.04	32.29	4,155.33
Loss allowance rate - Trade receivables	-0.69%	-97.03%	-1.44%
Expected credit losses (Loss allowance provision)	(28.38)	(31.33)	(59.71)
<b>Carrying amount of trade receivables (net of loss allowance provision)</b>	<b>4,094.66</b>	<b>0.96</b>	<b>4,095.62</b>

**Year ended December 31, 2023:**

(a) Expected credit loss for other financial assets at amortised cost

The risk of default in carrying value of other financial assets is negligible and hence no provision for expected credit loss has been provided.

(b) Expected credit loss for trade receivables under simplified approach:

Ageing	Less than 6 months	More than 6 months	Total
Gross carrying amount - Trade receivables	4,111.00	30.95	4,141.95
Loss allowance rate - Trade receivables	-0.23%	-94.59%	-0.93%
Expected credit losses (Loss allowance provision)	(9.34)	(29.27)	(38.61)
<b>Carrying amount of trade receivables (net of loss allowance provision)</b>	<b>4,101.66</b>	<b>1.68</b>	<b>4,103.34</b>

**Year ended December 31, 2022:**

(a) Expected credit loss for other financial assets at amortised cost

The risk of default in carrying value of other financial assets is negligible and hence no provision for expected credit loss has been provided.

(b) Expected credit loss for trade receivables under simplified approach:

Ageing	Less than 6 months	More than 6 months	Total
Gross carrying amount - Trade receivables	3,781.72	28.70	3,810.42
Loss allowance rate - Trade receivables	-0.40%	-97.54%	-1.13%
Expected credit losses (Loss allowance provision)	(15.03)	(27.99)	(43.02)
<b>Carrying amount of trade receivables (net of loss allowance provision)</b>	<b>3,766.69</b>	<b>0.71</b>	<b>3,767.40</b>

**(iv) Reconciliation of loss allowance provision**
**(a) Other financial assets**

There is no loss allowance provision created for other financial assets.

**(b) Trade receivables**

During the year, the Company has written off/(back) of trade receivables September 30, 2025 - Rs. (10.28) (December 31, 2024 - Rs. 21.10, December 31, 2023 - Rs. (4.41), December 31, 2022 - Rs. (20.98) ) and it does not expect to receive future cash flows or recoveries from collection of cash flows previously written-off.

<b>Loss allowance on December 31, 2024</b>	<b>(59.71)</b>
Changes in loss allowance - changes in risk parameters	10.28
<b>Loss allowance on September 30, 2025</b>	<b>(49.43)</b>
<b>Loss allowance on December 31, 2023</b>	<b>(38.61)</b>
Changes in loss allowance - changes in risk parameters	(21.10)
<b>Loss allowance on December 31, 2024</b>	<b>(59.71)</b>
<b>Loss allowance on December 31, 2022</b>	<b>(43.02)</b>
Changes in loss allowance - changes in risk parameters	4.41
<b>Loss allowance on December 31, 2023</b>	<b>(38.61)</b>
<b>Loss allowance on December 31, 2021</b>	<b>(64.00)</b>
Changes in loss allowance - changes in risk parameters	20.98
<b>Loss allowance on December 31, 2022</b>	<b>(43.02)</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

**(B) Liquidity risk**

Liquidity risk refers to risk that the Company cannot meet its financial obligations. The objective of a prudent liquidity risk management is to maintain sufficient liquidity and ensure availability of funds to meet its obligations through:

- (a) internal financing by way of daily cash flow projection
- (b) fund and non-fund based working capital limits from various banks.

The Company assessed the concentration of risk with respect to financial liabilities and concluded it to be low.

The tables below analyse the company's financial liabilities into relevant maturity groupings based on their contractual maturities for non-derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

*(i) Financing arrangements*

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

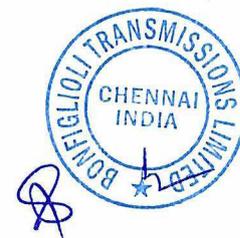
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
<b>Floating rate</b>				
- Expiring within 1 year (cash credit, packing credit and working capital demand loan)	1,825	1,825	717	388

The bank overdraft facilities may be drawn at any time and may be terminated by the bank as per terms and conditions of the sanction letter issued by the banker.

*(ii) Contractual maturities of financial liabilities:*

	Less than 6 months	6 months to 1 year	More than 1 year	Total
<b>September 30, 2025</b>				
Borrowings	-	-	-	-
Trade payables	3,798.69	-	-	3,798.69
Other financial liabilities	108.52	-	12.10	120.62
Lease liabilities	21.02	14.31	4.73	40.06
<b>Total</b>	<b>3,928.23</b>	<b>14.31</b>	<b>16.83</b>	<b>3,959.37</b>
<b>December 31, 2024</b>				
Borrowings	-	-	-	-
Trade payables	3,093.60	-	-	3,093.60
Other financial liabilities	447.75	-	1.82	449.57
Lease liabilities	18.31	20.83	29.55	68.69
<b>Total</b>	<b>3,559.66</b>	<b>20.83</b>	<b>31.37</b>	<b>3,611.86</b>

	Less than 6 months	6 months to 1 year	More than 1 year	Total
<b>December 31, 2023</b>				
Borrowings	1,107.86	-	-	1,107.86
Trade payables	3,815.60	-	-	3,815.60
Other financial liabilities	275.85	-	20.31	296.16
Lease liabilities	17.85	18.72	60.10	96.67
<b>Total</b>	<b>5,217.16</b>	<b>18.72</b>	<b>80.41</b>	<b>5,316.29</b>
<b>December 31, 2022</b>				
Borrowings	1,437.44	-	-	1,437.44
Trade payables	2,817.09	-	-	2,817.09
Other financial liabilities	216.03	-	11.04	227.07
Lease liabilities	29.14	13.13	21.43	63.70
<b>Total</b>	<b>4,499.70</b>	<b>13.13</b>	<b>32.47</b>	<b>4,545.30</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
 (All amounts in Millions of Indian Rupees, unless otherwise stated)

**(C) Market risk**

Market risk is the risk that changes in market price, liquidity and other factors that could have an adverse effect on realizable fair values or future cash flows to the Company. The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange risks and interest rates as future specific market changes cannot be predicted normally with accuracy.

**(i) Foreign currency risk**

The Company is exposed to foreign exchange risk arising from foreign currency transactions on account of sale / purchase of goods denominated in a currency that is not the Company's functional currency (Rs). The risk is measured through a forecast of foreign currency cash flows that would arise due to the underlying assets and liabilities held.

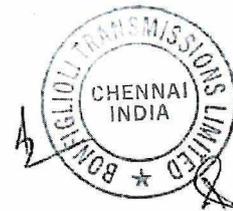
The company review the import and exports in specific currency and if there be the need to make payment over and above the receivables and balance available in specific currency in EEFC account, then forward cover is taken to cover the exposure.

**a) Foreign currency exposure**

The Company's exposure to foreign exchange risk at the end of the reporting period/year are expressed as follows:

	September 30, 2025					December 31, 2024				
	USD	EUR	JPY	AUD	NZD	USD	EUR	JPY	AUD	NZD
<b>Financial assets:</b>										
Trade receivables	911.45	832.45	-	54.06	-	708.42	498.96	-	40.58	-
<b>Derivative assets</b>										
Foreign exchange forward contract	885.43			52.67	-	718.09	-		58.08	-
<b>Net exposure to foreign exchange risks (assets)</b>	<b>26.02</b>	<b>832.45</b>	<b>-</b>	<b>1.39</b>	<b>-</b>	<b>(9.67)</b>	<b>498.96</b>	<b>-</b>	<b>(17.50)</b>	<b>-</b>
<b>Financial liabilities:</b>										
Trade payables	55.98	1,046.44	161.53	0.00	-	45.10	966.02	90.91	0.14	-
<b>Derivative liability</b>										
Foreign exchange forward contract	52.64	385.10	125.21			-	321.40	87.42		
<b>Net exposure to foreign exchange risks (liabilities)</b>	<b>3.34</b>	<b>661.34</b>	<b>36.32</b>	<b>0.00</b>	<b>-</b>	<b>45.10</b>	<b>644.62</b>	<b>3.49</b>	<b>0.14</b>	<b>-</b>

	December 31, 2023					December 31, 2022				
	USD	EUR	JPY	AUD	NZD	USD	EUR	JPY	AUD	NZD
<b>Financial assets:</b>										
Trade receivables	310.43	874.78	-	45.27	-	268.40	1,038.56	-	27.41	-
<b>Derivative assets</b>										
Foreign exchange forward contract	300.68	805.01	-	43.91	-	198.43	837.74	-	27.67	-
<b>Net exposure to foreign exchange risks (assets)</b>	<b>9.75</b>	<b>69.77</b>	<b>-</b>	<b>1.36</b>	<b>-</b>	<b>69.97</b>	<b>200.82</b>	<b>-</b>	<b>(0.26)</b>	<b>-</b>
<b>Financial liabilities:</b>										
Trade payables	22.43	1,524.45	125.69	0.03	-	13.77	1,107.61	177.25	-	-
<b>Derivative liability</b>										
Foreign exchange forward contract	-	1,257.78	38.20				571.35	92.81	-	-
<b>Net exposure to foreign exchange risks (liabilities)</b>	<b>22.43</b>	<b>266.67</b>	<b>87.49</b>	<b>0.03</b>	<b>-</b>	<b>13.77</b>	<b>536.26</b>	<b>84.44</b>	<b>-</b>	<b>-</b>



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**
**Annexure VI - Notes to Restated Summary Statements**
**CIN: U29309TN1998PLC040717**

(All amounts in Millions of Indian Rupees, unless otherwise stated)

	September 30, 2025		December 31, 2024	
	Derivative financial assets	Derivative financial liabilities	Derivative financial assets	Derivative financial liabilities
Foreign exchange forward contracts	-	5.25	-	11.68
<b>Total</b>	-	<b>5.25</b>	-	<b>11.68</b>

	December 31, 2023		December 31, 2022	
	Derivative financial assets	Derivative financial liabilities	Derivative financial assets	Derivative financial liabilities
Foreign exchange forward contracts	4.24	-	-	23.41
<b>Total</b>	<b>4.24</b>	-	-	<b>23.41</b>

**b) Sensitivity**

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

	Impact on profit before tax			
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
<b>Sensitivity</b>				
INR/USD - Increase by 1% *	0.23	(0.55)	(0.13)	0.56
INR/USD - Decrease by 1% *	(0.23)	0.55	0.13	(0.56)
INR/EUR - Increase by 1% *	1.71	(1.46)	(1.97)	(3.35)
INR/EUR - Decrease by 1% *	(1.71)	1.46	1.97	3.35
INR/JPY - Increase by 1% *	(0.36)	(0.03)	(0.87)	(0.84)
INR/JPY - Decrease by 1% *	0.36	0.03	0.87	0.84

Sensitivity analysis is not disclosed for NZD &amp; AUD due to negligible impact on profit.

\* Holding all other variables constant.

**(ii) Cash flow and fair value interest rate risk**

The Company's main interest rate risk arises from short term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

The Company has not taken any interest rate swaps to convert the floating rate borrowings to fixed rate loans. The Company monitors the movement in the interest rates and uses the prepayment option to repay the borrowings at the time when the interest rates are unfavourable. The assessment of viability of using the pre-payment option shall be evaluated by the finance team.

**a) Interest rate risk exposure**

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

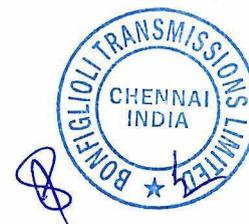
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Variable rate borrowings	-	-	1,107.86	1,437.44
<b>Total</b>	-	-	<b>1,107.86</b>	<b>1,437.44</b>

**b) Sensitivity**

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

	Impact on profit after tax		Impact on profit after tax	
	September 30, 2025	December 31, 2024	December 31, 2023	December 31, 2022
Interest rates - increase by 100 basis points*	-	-	(8.00)	(11.00)
Interest rates - decrease by 100 basis points*	-	-	8.00	11.00

\* 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 period end balances are not necessarily representative of the average debt outstanding during the period.



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
**(All amounts in Millions of Indian Rupees, unless otherwise stated)**

**41 Capital management**

**Risk management**

The Company's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders
- maintain an optimal capital structure to reduce the cost of capital

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt divided by Total equity (as shown in the balance sheet)

The Company's strategy is to maintain an optimal gearing ratio. The gearing ratios were as follows:

	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
<b>Total equity (A)</b>	<b>9,252.96</b>	<b>8,530.92</b>	<b>8,053.35</b>	<b>7,263.74</b>
Borrowings (refer note 15)	-	-	1,107.86	1,437.44
Lease liabilities (refer note 18A and note 18B)	37.94	65.57	96.66	56.63
Less: Cash and cash equivalents (refer note 11)	(1,416.23)	(1,446.67)	(905.32)	(1,086.71)
Less: Bank balances other than cash and cash equivalents above	(250.00)	(0.94)	(1,700.12)	(1,680.42)
<b>Net debt (B)</b>	<b>(1,628.29)</b>	<b>(1,382.04)</b>	<b>(1,400.92)</b>	<b>(1,273.04)</b>
<b>Gearing ratio (B/A)</b>	<b>-17.60%</b>	<b>-16.20%</b>	<b>-17.40%</b>	<b>-17.55%</b>

**42 Contingent liabilities and Commitments**

**A Contingent liabilities**

Particulars	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
Disputed income-tax demands pending before various forums*	79.92	86.50	17.10	17.10
Indirect tax matters	2.76	-	-	-

\* Includes demand orders received under Income Tax Act, 1961 with respect to certain disallowances of expenditure for AY 04-05 (proceedings pending before High Court), AY 21-22 (proceedings pending with CIT Appeals) and AY 22-23 (demand Order received from Assessing Officer) amounting to 43.38 (Dec-24 32.40, Dec-23 17.10 Dec-22 17.10) and downward transfer pricing adjustments relating to certain corporate support charges for AY 15-16, 17-18, 18-19, 20-21 and 23-24 amounting to 36.54 (Dec-24 54.13, Dec 23 Nil, Dec 22 Nil). Further, the amounts disclosed in Dec-24 relating to downward transfer pricing adjustments represents the reduction in tax and interest amounting to 54.13 owing to the application filed by the Company under The Direct Tax Vivad se Vishwas Scheme, 2024 in respect of which, the Company has received approval from the Income Tax Authorities subsequently.

**B Commitments**

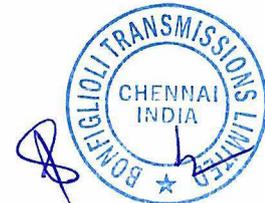
Particulars	As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
Estimated amount of contracts remaining to be executed on capital account, net of capital advances, and not provided for	213.93	346.90	362.70	416.91

**43 Following Ratios to be disclosed:-**

Particulars	Numerator	Denominator	September 30, 2025*	December 31, 2024	Variance	Reason for variance
(a) Current Ratio (Times)	Current assets	Current liabilities	2.37	2.32	2.09%	
(b) Debt-Equity Ratio (Times)	Total Debt (including lease liabilities)	Total equity	0.00	0.01	0.00%	
(c) Debt Service Coverage Ratio (Times)	Earnings for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortizations Interest & other adjustments etc.	Debt service = Interest & Lease Payments + Principal Repayments	65.18	1.42	4483.02%	The ratios presented are for nine months period and hence, not comparable to the previous year.
(d) Return on Equity Ratio (Percentage)	Net Profits after taxes	Average Shareholder's Equity	18.58%	23.05%	-19.40%	
(e) Inventory turnover ratio (Times)	Cost of goods sold	Average inventory	2.95	3.71	-23.27%	
(f) Trade Receivables turnover ratio (Times)	Net Credit Sale of Goods and Services	Average trade receivable	3.27	4.58	-28.53%	The ratios presented are for nine months period and hence, not comparable to the previous year.
(g) Trade payables turnover ratio (Times)	Net Credit Purchase	Average trade payable	2.75	3.39	-18.94%	
(h) Capital turnover ratio (Times)	Net sales	Working capital = Current assets - Current liabilities	2.43	3.59	-32.35%	The ratios presented are for nine months period and hence, not comparable to the previous year.
(i) Net profit ratio (Percentage)	Net Profits after taxes	Net sales	11.25%	10.21%	10.16%	
(j) Return on Capital employed (Percentage)	Earnings before interest and taxes	Capital employed	25.18%	30.28%	-16.84%	
(k) Return on investment (Percentage)	Profit after tax	Total equity	17.85%	22.40%	-20.31%	

\* Ratios are not comparable since results are from January 01, 2025 to September 30, 2025

Particulars	Numerator	Denominator	December 31, 2024	December 31, 2023	Variance	Reason for variance
(a) Current Ratio (Times)	Current assets	Current liabilities	2.32	1.86	24.93%	
(b) Debt-Equity Ratio (Times)	Total Debt (including lease liabilities)	Shareholder's Equity	0.01	0.15	-94.86%	No borrowings outstanding as of December 31, 2024.
(c) Debt Service Coverage Ratio (Times)	Earnings for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortizations Interest & other adjustments etc.	Debt service = Interest & Lease Payments + Principal Repayments	1.42	0.56	155.46%	Reduced due to decrease in the loan availed & increase in profit during the year ended December 31, 2024.
(d) Return on Equity Ratio (Percentage)	Net Profits after taxes	Average Shareholder's Equity	23.05%	19.30%	19.44%	
(e) Inventory turnover ratio (Times)	Cost of goods sold	Average inventory	3.71	3.65	1.81%	
(f) Trade Receivables turnover ratio (Times)	Net Credit Sale of Goods and Services	Average trade receivable	4.58	4.34	5.49%	
(g) Trade payables turnover ratio (Times)	Net Credit Purchase	Average trade payable	3.39	3.48	-2.43%	
(h) Capital turnover ratio (Times)	Net sales	Working capital = Current assets - Current liabilities	3.59	3.51	2.20%	
(i) Net profit ratio (Percentage)	Net Profits after taxes	Net sales	10.21%	8.68%	17.71%	
(j) Return on Capital employed (Percentage)	Earnings before interest and taxes	Capital employed	30.28%	24.54%	23.40%	
(k) Return on investment (Percentage)	Profit after tax	Total equity	22.40%	18.34%	22.16%	



Particulars	Numerator	Denominator	December 31, 2023	December 31, 2022	Variance	Reason for variance
(a) Current Ratio (Times)	Current assets	Current liabilities	1.86	1.99	-6.60%	
(b) Debt-Equity Ratio (Times)	Total Debt (including lease liabilities)	Shareholder's Equity	0.15	0.21	0.00%	
(c) Debt Service Coverage Ratio (Times)	Earnings for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortizations Interest & other adjustments etc.	Debt service = Interest & Lease Payments + Principal Repayments	0.56	1.15	-51.43%	Reduced due to increase in the loan availed (which was correspondingly repaid) & reduction of profit during the year ended December 31, 2023.
(d) Return on Equity Ratio (Percentage)	Net Profits after taxes	Average Shareholder's Equity	19.30%	23.41%	-17.57%	
(e) Inventory turnover ratio (Times)	Cost of goods sold	Average inventory	3.65	3.73	-2.29%	
(f) Trade Receivables turnover ratio (Times)	Net Credit Sale of Goods and Services	Average trade receivable	4.34	4.46	-2.75%	
(g) Trade payables turnover ratio (Times)	Net Credit Purchase	Average trade payable	3.48	3.40	2.41%	
(h) Capital turnover ratio (Times)	Net sales	Working capital = Current assets - Current liabilities	3.51	3.32	5.90%	
(i) Net profit ratio (Percentage)	Net Profits after taxes	Net sales	8.68%	10.75%	-19.25%	
(j) Return on Capital employed (Percentage)	Earnings before interest and taxes	Capital employed	24.54%	27.04%	-9.26%	
(k) Return on investment (Percentage)	Profit after tax	Total equity	18.34%	23.26%	-21.17%	

**44 Other Regulatory Disclosure as required under Schedule III of Companies Act, 2013**

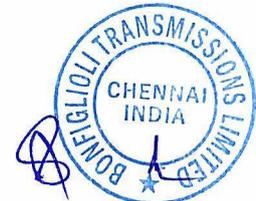
- a) The Company does not have any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.  
 b) The Company is not declared as a willful defaulter by any bank or financial institution or other lender.  
 c) The Company has balance with below-mentioned companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956

Name of Struck off Company	Nature of transactions with struck-off Company	Transactions during the period/year		Balance outstanding	
		September 30, 2025*	December 31, 2024	As at September 30, 2025	As at December 31, 2024
S B Reshellers Pvt. Ltd.	Sales made by company/Advance received from customer	-	-	-	0.00
Green Handle Products Pvt Ltd	Trade Payables	-	-	-	-

Name of Struck off Company	Nature of transactions with struck-off Company	Transactions during the year		Balance outstanding	
		December 31, 2023	December 31, 2022	As at December 31, 2023	As at December 31, 2022
S B Reshellers Pvt. Ltd.	Sales made by company/Advance received from customer	-	-	-	-
Green Handle Products Pvt Ltd	Trade Payables	-	-	0.00	-

**Note:** Since the numbers are reported in Millions amount is disclosed as Zero

- d) The Company does not have any charges or satisfaction to be registered with ROC beyond stipulated statutory period.  
 e) The Company has not traded or invested in Crypto currency or Virtual Currency during the nine month period ended September 30, 2025 and years ended December 31, 2024, December 31, 2023 and December 31, 2022.  
 f) No funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.  
 g) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kinds of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons, or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



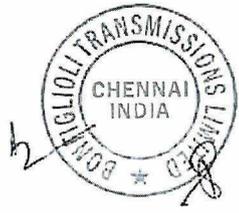
**Banfiglioli Transmissions Limited (Formerly known as Banfiglioli Transmissions Private Limited)**  
Annexure VI - Notes to Restated Summary Statements  
CIN: U29309TN1998PLC040717  
(All amounts in Millions of Indian Rupees, unless otherwise stated)

b) The Company has not granted any loans or advances in nature of loans given to proprietors, directors, MPs and MLAs and relatives of such persons to its related party as disclosed in Note 5 to the restated summary statements.  
ii) There are no transactions in the nature of undisclosed income or income surrendered which needs to be accounted in the books of accounts during the year in the tax assessments under the Income Tax Act, 1961.

		As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
ii) Gross amount required to be spent by the company during the period		45.70	44.91	43.64	39.00
iii) Amount approved by the Board to be spent during the period		14.70	14.33	13.64	18.63
<b>(iii) Amount spent during the year ending on 30th September 2025</b>		<b>In Cash</b>	<b>Yet to be paid in cash</b>	<b>Total</b>	
a) Construction/acquisition of any assets		14.70	-	14.70	
b) on purpose other than (a) above		-	-	-	
<b>(iv) Amount spent during the year ending on 31st December 2024</b>		<b>In Cash</b>	<b>Yet to be paid in cash</b>	<b>Total</b>	
a) Construction/acquisition of any assets		23.32	-	23.32	
b) on purpose other than (a) above		-	-	-	
<b>(v) Amount spent during the year ending on 31st December 2023</b>		<b>In Cash</b>	<b>Yet to be paid in cash</b>	<b>Total</b>	
a) Construction/acquisition of any assets		37.06	-	37.06	
b) on purpose other than (a) above		-	-	-	
<b>(vi) Amount spent during the year ending on 31st December 2022</b>		<b>In Cash</b>	<b>Yet to be paid in cash</b>	<b>Total</b>	
a) Construction/acquisition of any assets		37.40	-	37.40	
b) on purpose other than (a) above		-	-	-	
(vii) Details related to spent / unspent obligations:		As at September 30, 2025	As at December 31, 2024	As at December 31, 2023	As at December 31, 2022
a) Contribution to Public Trust		-	9.15	9.45	7.37
b) Contribution to Charitable Trust		9.10	41.59	39.10	23.76
c) Contribution to Enhancing Vocational Skills		40.53	0.08	0.51	4.27
d) Contribution to Ensuring environmental sustainability		-	-	-	-
e) Contribution to Promoting health care including preventing health care		-	-	-	-
f) Unspent amount in relation to -		6.55	9.37	10.28	11.70
- Ongoing project		-	-	-	-
- Other than ongoing project		-	-	-	-
viii) Total of previous years specified		-	-	-	-
ix) Reason for shortfall		Not applicable			
(viii) Nature of CSR activities		Promoting Education Promoting Health care Subsidized employment Promoting Vocational Skills			
(ix) Details of related party transactions		Clementino Banfiglioli Charitable Trust - Rs 2.89 (December 31, 2024) - Rs 3.10, December 31, 2023 - Rs 3.15 and December 31, 2022 - Rs 2.90			
x) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.		Nil			

**Details of Ongoing project and other than ongoing project**

As at September 30, 2025		In case of S.135(6) (Ongoing Project)			
Opening Balance		Amount required to be spent during the year	Amount spent during the year		Closing balance
With company	In Separate CSR Unspent A/c		From Company's bank A/c	For Separate CSR Unspent A/c	With Company
9.70	-	23.70	-	30.18	5.89
As at December 31, 2024		In case of S.135(6) (Ongoing Project)			
Opening Balance		Amount required to be spent during the year	Amount spent during the year		Closing balance
With company	In Separate CSR Unspent A/c		From Company's bank A/c	For Separate CSR Unspent A/c	With Company
14.24	-	12.01	-	31.43	11.77
As at December 31, 2023		In case of S.135(6) (Ongoing Project)			
Opening Balance		Amount required to be spent during the year	Amount spent during the year		Closing balance
With company	In Separate CSR Unspent A/c		From Company's bank A/c	For Separate CSR Unspent A/c	With Company
11.79	-	11.72	-	31.00	14.24
As at December 31, 2022		In case of S.135(6) (Ongoing Project)			
Opening Balance		Amount required to be spent during the year	Amount spent during the year		Closing balance
With company	In Separate CSR Unspent A/c		From Company's bank A/c	For Separate CSR Unspent A/c	With Company
11.10	-	11.70	-	37.40	11.70
In case of S.135(6) (Other than Ongoing Project)		Amount deposited in Specified Fund of Schedule VII within 6 months	Amount required to be spent during the year	Amount spent during the year	Closing balance
Opening Balance		17.40	-	37.40	-



**Bonfiglioli Transmissions Limited (Formerly known as Bonfiglioli Transmissions Private Limited)**  
**Annexure VI - Notes to Restated Summary Statements**  
**CIN: U29309TN1998PLC040717**  
**(All amounts in Millions of Indian Rupees, unless otherwise stated)**

**46 Events after the reporting period**

(a) The management has evaluated the likely impact of prevailing uncertainties relating to imposition or enhancement of reciprocal tariffs and believes that there are no material impacts on the restated summary statements of the Company for the nine month period ended September 30, 2025. However, the management will continue to monitor the situation from the perspective of potential impact on the operations of the Company.

(b) Subsequent to the period end, the shareholders in its meeting held on November 10, 2025 approved a bonus issue of 52,655,278 equity shares of INR 10 each to eligible Equity Shareholders of the Company holding equity shares whose name appears in the Register of Members as on November 03, 2025 (Record date) in the proportion of 1 (One) bonus Equity Share for every 2 (Two) Equity Shares of the Company. The bonus issue of 52,655,278 equity shares of INR 10 each to eligible Equity Shareholders of the Company was allotted pursuant to approval by the board of directors through a circular resolution dated January 25, 2026. Consequently, the calculation of basic and diluted earnings per share have been adjusted and restated for all periods presented in accordance with IND AS 33 Earnings per share.

(c) Subsequent to the period end, the Ministry of Labour & Employment issued a notification stating that the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 will be effective from November 21, 2025. The Company has assessed that the enactment of these new labour codes and their resulting impact represent a non-adjusting event for the financial statements for the nine month period ended September 30, 2025, in accordance with Ind AS 10 - Events after the Reporting Period. Further, the financial effect is not determined in the financial statements for the nine month period ended September 2025 since the Company is in the process of carrying out a detailed evaluation of the financial implications arising from the implementation of the new labour codes and expects to recognize a provision for the consequential impact in its financial statements for the year ended December 31, 2025.

(d) Subsequent to the period end, to align with the Group's business strategy in India, the Company entered into a Business Transfer Agreement ("BTA") on December 15, 2025 with its related party, Bonfiglioli Drive Solutions Private Limited ("BDSPL"), which is engaged in the manufacturing of gear components. Pursuant to the BTA, the Company has acquired the business of BDSPL, comprising tangible movable properties, business contracts, employees, associated commercial rights, and has assumed the related liabilities, for a purchase consideration of INR 214.40. The Company has assessed this acquisition as a business combination under common control. However, no adjustments have been made to the financial statements for the nine month period ended September 30, 2025 in accordance with paragraph 14 of Appendix C of Ind AS 103 Business Combinations.

The value of the assets and liabilities is as below:

Particulars	Amount
Property, plant and equipment	152.82
Inventories	37.93
Other Assets	29.32
<b>Total Assets (A)</b>	<b>270.07</b>
Trade Payables	18.32
Other Current liabilities	7.35
<b>Total Liabilities (B)</b>	<b>55.67</b>
<b>Net value of assets and liabilities (C) = (A) - (B)</b>	<b>214.40</b>
<b>Agreed purchase Consideration (D)</b>	<b>214.40</b>

**47 Maintenance of books and records of the Company**

The Company has two accounting software's for maintaining its books of accounts, one of which is operated by a third party service provider and used for maintaining its records related to Payroll.

In case of the SAP, such data is maintained in an application hosted by the parent entity which is accessible in India. The Company has maintained daily back-up for such electronic books of account in servers located outside India from January 01, 2024 to December 31, 2024. Further, the Company has enabled the audit trail feature and the same has operated throughout the year ended December 31, 2024 for all relevant transactions recorded in software except for certain relevant tables, audit clauses and fields underlying the application, the audit trail feature was not enabled throughout the year. Additionally, the audit trail in respect of the period April 1, 2023 to December 31, 2023 has not been preserved by the company as per the statutory requirements for record retention.

The Company has used an accounting software (Able24 (formerly Able24)) which is operated by a third party software service provider, for maintaining its payroll books of account. Management is in possession of Service Organization Controls report and has determined whether audit trail feature of the said software was enabled and operated throughout the year for all relevant transactions recorded in the software or whether there were any instances of the audit trail feature being tampered with, in respect of an accounting software where the audit trail has been enabled. It was noted that the audit trail is not operated throughout the year ended December 31, 2024 for all relevant transactions recorded in the software. The audit trail in respect of the April 1, 2023 to December 31, 2023 has not been preserved by the company as per the statutory requirements for record retention.

48 The above statements should be read with Annexure V - Summary of Material accounting policies and explanatory notes forming part of Restated Summary Statements and Annexure VII - Statement of adjustments to Restated Summary Statements.

for S.R. Bhatnagar & Associates LLP  
 Chartered Accountants  
 ICAI Firm Registration Number:  
 101049W/IC300004

*S. Ching Shah*  
 Partner

Membership Number: 1216  
 Place: Chennai  
 Date: February 05, 2026



*G. A. Balaji*  
 Whole Time Director  
 and Chief Financial  
 Officer  
 DIN: 06630796  
 Place: Chennai  
 Date: February 05, 2026

for and on behalf of the Board of  
 Bonfiglioli Transmissions Limited  
 (Formerly known as Bonfiglioli Transmissions Private Limited)  
 CIN: U29309TN1998PLC040717

*Hemant V. Kigally*  
 Managing Director  
 DIN: 09110794  
 Place: Chennai  
 Date: February 05, 2026

*Sunil Kumar*  
 Company Secretary  
 M.No: ASB368  
 Place: Chennai  
 Date: February 05, 2026



**Part A: Statement of restatement adjustments to Audited financial statements**

The accounting policies applied as at and for nine-month period ended September 30, 2025 and each of the years ended December 31, 2024, December 31, 2023 and December 31, 2022 are consistent with those adopted in the preparation of financial statements for the nine-month period ended September 30, 2025.

**Material Restatement Adjustments:**

These Restated Summary Statements have been compiled from the Statutory Financial Statements and

- (a) there were no changes in accounting policies during the years of these financial statements  
(b) there were no material amounts which have been adjusted for in arriving at profit/ loss of the respective years; and  
(c) there were no material adjustments for reclassification of the corresponding items of income, expenses, assets and liabilities, in order to bring them in line with the groupings as per the Statutory Financial Statements and the requirements of the SEBI Regulations

**Reconciliation between audited profit and restated profit:**

	For the nine-month period ended 30-Sep-2025	For the year ended 31-Dec-2024	For the year ended 31-Dec-2023	For the year ended 31-Dec-2022
<b>A. Profit after tax (as per audited financial statements)</b>	1,651.89	1,946.89	1,495.25	1,714.49
<b>B. Material restatement adjustments</b>				
(i) Audit qualifications	-	-	-	-
(ii) Other material adjustments Change in accounting policies Other adjustments	-	-	-	-
<b>Total Adjustments (B)</b>	-	-	-	-
<b>C. Profit after tax (as per restated summary statements)</b>	1,651.89	1,946.89	1,495.25	1,714.49

**Reconciliation between audited total equity and restated total equity:**

	As at 30-Sep-2025	As at 31-Dec-2024	As at 31-Dec-2023	As at 31-Dec-2022
<b>A. Audited total equity</b>	9,252.96	8,530.92	8,053.35	7,253.74
<b>B. Material restatement adjustments</b>				
(i) Audit qualifications	-	-	-	-
(ii) Other material adjustments Change in accounting policies Other adjustments	-	-	-	-
<b>Total Adjustments (B)</b>	-	-	-	-
<b>C. Total Equity as Restated Summary Statement of Assets and Liabilities (A+B)</b>	9,252.96	8,530.92	8,053.35	7,253.74

**Part B) Non-Adjusting items**

(a) Modification in Other Legal and Regulatory Requirements included in the auditor's report on the financial statements of the Company, which do not require any corrective adjustments in the Restated Summary Statements:

**As at and for the year ended December 31, 2024**

**Clause 2(b) of Report on Other Legal and Regulatory Requirements**

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, except that (i) the backup of the books of account and other books and papers maintained in electronic mode has not been maintained on servers physically located in India on daily basis;  
(ii) and for the matters stated in the paragraph 2(i)(vi) below on reporting under Rule 11(g).

**Clause 2(h) of Report on Other Legal and Regulatory Requirements of auditor's report**

The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above and paragraph 2(i)(vi) below on reporting under Rule 11(g)

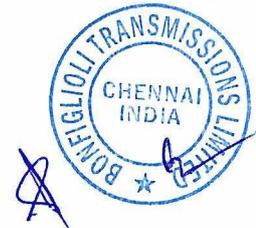
**Clause 2(i)(vi) of Report on Other Legal and Regulatory Requirements of auditor's report**

Based on our examination which included test checks, as explained in note 47 to the financial statements,

- the Company has used an accounting software for maintaining its books of account 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 except that, as described in note 47 to the financial statements, audit trail feature is not enabled for certain tables and fields and certain changes made when using privileged/ administrative access rights. Accordingly, we are unable to comment upon whether during the year there was any instance of audit trail feature being tampered with in respect of the accounting software where audit trail has been enabled.

- the Company has used an accounting software (Aldigi (formerly Allsec) which is operated by a third-party software service provider, for maintaining its payroll books of account. On the examination of Service Organisation Controls report for maintaining its books of account (payroll) which has a feature of recording audit trail (edit log) facility, we noted that the audit log is not operated throughout the year at the application and database layer.

Accordingly, we are unable to comment upon whether during the year there was any instance of audit trail feature being tampered with in respect of the accounting software where audit trail has been enabled.



**As at and for the year ended December 31, 2023**  
**Clause 2(b) of Report on Other Legal and Regulatory Requirements**

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, except that the Company does not have server physically located in India for the daily backup of the books of account and other books and papers maintained in electronic mode as explained in note 47 to the financial statements.

**Clause 2(h) of Report on Other Legal and Regulatory Requirements of auditor's report**  
The observation relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph (b) above.

**As at and for the year ended December 31, 2022**  
**Clause 2(b) of Report on Other Legal and Regulatory Requirements**

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 except that the backup of the books of account and other books and papers maintained in electronic mode has not been maintained on servers physically located in India on daily basis.

**Clause 2(h) of Report on Other Legal and Regulatory Requirements**  
The qualification relating to the maintenance of accounts and other matters connected herewith are as stated in the paragraph (b) above:

**(b) Qualifications / comments included in the Annexure to the auditors' report issued under Companies (Auditor's Report) Order, 2020, which do not require any adjustments in the Restated summary statements are as follows:**  
**For the year ended December 31, 2024**  
**Clause vii(a) of CARO 2020**

The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of customs, duty of excise, cess and other statutory dues though there have been delays of upto 60 days (amounting to INR 0.33) in a few cases of tax deducted at source, 328 days in case of tax collected at source (amounting to INR 0.05) and 79 days in case of professional taxes (amounting to INR 0.82). According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

**For the year ended December 31, 2023**

**Clause (vii)(a) of CARO 2020**

The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of customs, duty of excise, cess and other statutory dues though there have been slight delays in few cases in respect of income tax (tax deducted at source). According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

**For the year ended December 31, 2022**

**Clause (vii)(a) of CARO 2020**

The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of customs, duty of excise, cess and other statutory dues though there have been slight delays in few cases in respect of provident fund, income tax (tax deducted at source) and professional tax. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

**(c) Material Regroupings**

Appropriate re-groupings have been made in the restated summary statement of assets and liabilities, restated summary statement of profit and loss and restated summary statement of cash flows, wherever required, by reclassification of the corresponding items of income, expenses, assets, liabilities and cash flows, in order to bring them in line with the accounting policies and classification as per the financial information of the Company for the nine-month period ended September 30, 2025 prepared in accordance with amended Schedule III of Companies Act, 2013, requirements of Ind AS 1 and other applicable Ind AS principles and the requirements of the Securities and Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2019, as amended.

The above statement should be read with Annexure V - Material accounting policies and explanatory notes forming part of Restated Summary Statements and Annexure VI - Notes to Restated Summary Statements.

for S.R. Entliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration Number:  
101049W/E300004

  
per Chirag Shah  
Partner





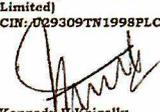
G.A. Balaji  
Whole Time  
Director and  
Chief Financial  
Officer

DIN: 06630726  
Place: Chennai

Date: February 05, 2026

for and on behalf of the Board of  
Bonfiglioli Transmissions Limited  
(Formerly Known as Bonfiglioli Transmissions Private  
Limited)

CIN: U29309TN1998PLC040717

  
Kennedy V. Kaipally  
Managing Director

DIN: 08110794  
Place: Chennai

Date: February 05, 2026

  
Sunil Kumar  
Company Secretary

M No: A58368  
Place: Chennai

Date: February 05, 2026

