ISO 9001:2015 Company

ISO 14001:2015

ITI LIMITED

(A Government of India Undertaking)

75TH ANNUAL REPORT 2024 - 25

CHAIRMAN'S MESSAGE

Dear Shareholders,

It is a privilege to address you as the Chairman and Managing Director of ITI Limited and to reflect upon a year marked by determination, growth, and transformation. As we review our journey over the past year, I am proud to share the Company's key achievements and performance milestones.

We began the year with bold objectives and a clear vision. Thanks to your steadfast support and the tireless efforts of our team, we not only met our targets but exceeded expectations across several dimensions. This year, we made significant strides in strengthening our product portfolio, enhancing innovation, and accelerating efforts in quality, infrastructure modernization, sustainability, and operational excellence—laying the foundation for long-term resilience and competitiveness.

At the outset, I extend my heartfelt greetings and sincere gratitude to all our stakeholders—employees, customers, partners, government bodies, and shareholders—for their continued trust, encouragement, and support throughout the year.

This year has marked a significant milestone in ITI's growth journey. With a turnover of ₹4,323 crore—the highest in the last decade and a positive EBITDA, we have demonstrated strong operational performance and financial revival. This accomplishment reflects our strategic focus, disciplined execution, and the unwavering efforts of our workforce.

ITI Limited continues to play a pivotal role in India's digital transformation through the execution of large-scale national programs. A key highlight this year has been our progress under BharatNet Phase III, where we have successfully secured three packages—Himachal Pradesh, West Bengal & Andaman, and NE-II (comprising Arunachal Pradesh, Nagaland, and Manipur)—awarded by BSNL through an open tender process. These projects, valued at around ₹7,000 crore, reaffirm our commitment to enabling last-mile broadband connectivity in rural and remote regions of the country.

Our continued involvement in major initiatives such as Defence, BharatNet, and 4G manufacturing (RRH, BBU) further reflects our growing role in developing secure, indigenous, and future-ready digital infrastructure.

Now, let me shed some light on the performance of our business units during the last financial year, highlighting their valuable contributions to the company's overall growth.

Our Marketing team has continued to play a vital role in expanding our customer base by actively promoting a diverse portfolio of services, including the Startup Hub, Data Center, Professional Services, Security Operations Center (SoC), and Managed IT Services. The EMI/EMC Lab has further strengthened our testing and certification capabilities, reinforcing our value proposition.

During the financial year 2024–25, our Marketing Units/MSPs contributed approximately ₹ 914 crore by successfully executing back-to-back orders across a wide range of domains such as Solid Waste Management, Aadhaar services, Smart IT projects, solar power plants, and more. This includes a key project for the Indian Air Force, involving the upgradation of infrastructure from 3G to 4G.

The Bengaluru Plant achieved a turnover of ₹135.01 crore, driven by manufacturing, services, and project execution. Major contributions include supply of 8,633 eNodeBs to BSNL under the ₹2,681 crore 4G rollout order, along with 733 BBUs and 9,879 RRHs manufactured for Tejas. The plant also supplied B28 eNodeBs to Railways. It produced 4,612 Outdoor Cabinets (₹14.7 crore), 540 km of HDPE ducts (₹3.51 crore), and executed Mahanet project deliveries worth ₹47.14 crore. In the defence segment, critical encryption products were supplied to the Army, MHA, NSG, ITBP, and PMO DCN, reinforcing our strategic support to secure national communication networks.

Other Business Verticals contributed significantly to the company's performance. ITI's Telecom Testing Labs, Reliability Engineering Lab, and 3D Printing services collectively generated revenue through high-end testing, prototyping, and defence and telecom product validation. Our AMC services for GSM SZ and defence communication networks yielded a combined revenue of over ₹12.37 crore. We also supplied telephones to ISRO and other reputed institutions. These verticals continue to showcase the company's capability in supporting critical and emerging needs of government and industrial customers.

The Palakkad Unit registered a turnover of ₹83.58 crore, continuing to make significant strides in the IT sector with repeated orders from customers like Keltron, IIT Palakkad, and various universities for the supply of IT hardware. It has also been supporting Examination Management Systems, digitization of records, and allied services for academic institutions. In the space electronics domain, the unit actively contributed to avionics package fabrication for ISRO missions such as PSLV-C56, C57, C58, C59, Aditya L1, and Gaganyaan. It has also begun executing space electronic package orders for the HAL–L&T consortium for PSLV. Additionally, the unit supported the ASCON Project through PLB HDPE Duct supplies and executed the TANFINET Project valuing ₹29 crore with the Tamil Nadu State Government. The unit also contributed to BSNL's 4G rollout by executing 251 sites. It fulfilled orders for Micro PCs, laptops, and SMAASH PCs for the Kerala Government, Forest Departments, and other institutions.

The Naini Unit achieved a turnover of ₹250.90 crore, with a major contribution from the BREDA 20W Solar Street Light System—supply, installation, and AMC—comprising 1,13,488 systems worth ₹244.20 crore. It also delivered 9,180 systems of 120Wp Solar Modules under the BREDA project (₹3.15 crore) and 416 Solar PV Power Pack Systems (Home Lighting) under UPNEDA (₹1.33 crore). In addition, Naini has bagged a prestigious ₹300 crore

order for solar street lights under the 'Mukhyamantri Gramin Solar Street Light Yojana' from the Bihar Renewable Energy Development Authority (BREDA), Government of Bihar. These renewable energy solutions highlight ITI's growing presence in the sustainable energy sector.

The Raebareli Unit recorded a turnover of ₹40.60 crore, primarily driven by the supply of optical fibre cables to Indian Railways, ASCON Project and execution of NFS project. A major contribution came from the supply of around 2800 km of optical fibre cables, supporting both national rail infrastructure and strategic defence communication networks. This reinforces the unit's role in strengthening India's connectivity backbone and delivering mission-critical telecom infrastructure.

The Mankapur Unit achieved a turnover of ₹59.22 crore, driven by the manufacturing of 11,750 ONTs, 1,950 km of HDPE ducts, 4G products, and FDMS. The unit's contributions have supported broadband connectivity infrastructure and telecom network expansion across various national projects.

The Srinagar Unit has emerged as a strategic location for executing our ASCON IV Project, reinforcing ITI's commitment to supporting critical defence communication infrastructure in sensitive and high-priority regions. The Network Systems Unit (NSU) made a substantial contribution of ₹2,840.21 crore to the company's overall turnover this year. This includes ₹335.38 crore from the ASCON Project, ₹2394.28 crore from BSNL's 4G rollout, ₹89.4 crore from the GujNet Project, and ₹6.14 crore from TPA services/USOF pilot project. NSU's pivotal role in managing and executing large-scale turnkey telecom and defence projects continues to be a key driver of ITI's sustained growth and national relevance.

I am happy to say that the future looks promising for ITI, with strong growth opportunities emerging from the execution of BharatNet Phase III, the ASCON project, and the production and supply of Telecom equipment and 4G Products. Backed by a robust order book worth more than ₹19,000 crore as on 31st August 2025, these strategic initiatives position us to further strengthen our role in building secure, inclusive, and future-ready digital infrastructure for the nation.

None of this would have been possible without the dedication and resilience of our employees and the continuous support from the Ministry of Communications, Department of Telecommunications, and our valued customers and partners. As we look forward, ITI Limited will remain focused on innovation, excellence, and sustainable growth—contributing meaningfully to India's journey towards self-reliance and digital empowerment. Let us move ahead with renewed purpose and collective strength, building a stronger, smarter, and more connected India.

Thank You

RAJESH RAI
Chairman & Managing Director

Place: Bengaluru

Note : This does not purport to be record of the proceedings of 75th Annual General Meeting

VISION, MISSION and VALUES

VISION

"To Lead India's transformation towards self-reliance in the domain of Telecommunications, Electronics, and ICT products, services and solutions that change lives for better"

MISSION

"To provide in-house developed convergence solutions, products and services to our clients in the area of Telecommunications, Electronics, Defence System, Space Technologies and Smart Connected Technology"

VALUES

We aspire to achieve our goal by focusing on innovation, continuous improvement and collaborating with strategic market players (partnerships/alliances) in transparent and responsible manner.

- **Innovation:**

  There is a constant want for Innovation through facilitation, resource provisions, encouragement & recognitions that drive our growth.

- **Continuous Improvement:**

  We focus on continuous improvements which lead to more sophisticated and overall more economically competitive offerings.

- **Collaboration with Strategic Partner:**

  We just don't do business but help our customers and other stakeholders to transform the lives we touch.

- **Transparency:**

  We will be fair, honest and ethical in our conduct; everything we do, must stand the test of scrutiny.

- **Responsible Manner:**

  We will integrate environmental and social principles in our businesses, ensuring that what we generate goes back to the stakeholders.

ANNUAL REPORT 2024 - 2025

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COMPANY INFORMATION

BOARD OF DIRECTORS*

Shri Rajesh Rai
Chairman and Managing Director

Shri Rajeev Srivastava
Director Finance & CFO

Smt S Jeyanthi
Director Production & Director HR (Addl. Charge)

Shri C V Ramana Babu
Director Marketing

Lt Gen K Vinod Kumar, Signal Officer in Chief
Government Director

Shri Arun Agarwal DDG (Sat.)
Government Director

Shri Gopinath Sahu
Independent Director

STATUTORY AUDITOR

M/s B K Ramadhyani and Co LLP

BRANCH AUDITORS

M/s. Chandnani Singh & Associates (Rae Bareli)
M/s. Vinay Kumar & Co (Naini)
M/s. P N G & CO, Faizabad (Mankapur)
M/s. Balaram & Nandakumar (Palakkad)
M/s. U S A & Company (Srinagar)

COST AUDITORS

M/s GNV Associates (Bengaluru)
M/s Aman Malviya & Associates (Lucknow)

SECRETARIAL AUDITOR

Shri D Venkateswarlu, Bengaluru

BANKERS

State Bank of India
Bank of Baroda
Canara Bank
Punjab National Bank
Union Bank of India
Central Bank of India
Indian Bank

MANAGEMENT*

CORPORATE OFFICE

Smt Deepa Chawla
Chief Vigilance Officer

Smt Ila Bahadur
Executive Director
Technology & Business Development, and Marketing Head

Smt Vasanthi R
Chief General Manager- Production
Technology, R&D Development, Start Up, Data Centre, P&T

Shri Sajan Abraham
General Manager - HR, Asset Management, PR & CPIO

Smt Kavita C Deokar
AGM - Operations

Shri Satish Kumar
AGM - Material Management

Shri Y Sathyan
Company Secretary / AGM – Corporate Finance

Shri Sandeep Yadav
DGM – Corporate Finance

Shri Sunil Kumar Gupta
Chief Internal Auditor- Corporate

UNIT HEADS

Network Systems Unit

Shri Rajeev Saxena
Chief General Manager

Bengaluru Plant

Shri Shekhar Mandal
Additional General Manager

Mankapur Unit

Shri Santosh Kumar Sinha
Additional General Manager

Raebareli Unit

Shri Rajiv Kumar Srivastava
Additional General Manager

Srinagar Unit

Shri Idris Aslam Khan
Additional General Manager

Naini Unit

Shri Joseph Sunil Higgins
Additional General Manager

Palakkad Unit

Shri Prince R V
Additional General Manager

***As on 13.08.2025**

ITI LIMITED

(A Govt of India Undertaking)

CIN: L32202KA1950GOI000640
Registered Office: ITI Bhavan, Doorvani Nagar, Bengaluru – 560 016
Tel No: +91 (080) 2561 4466 | **Fax No:** +91 (080) 2561 7525 | **Email: cosecy_crp@itiltd.co.in** | **Website: www.itiltd.in**

NOTICE

NOTICE is hereby given that the Seventy Fifth (75th) Annual General Meeting (AGM) of ITI Limited will be held on Tuesday, 11th November 2025 at 11.30 am through Video Conferencing ('VC') or Other Audio Visual Means ('OAVM') to transact the following business.

I) ORDINARY BUSINESS:

1) To consider and, if thought fit, to pass with or without modifications, the following as an **Ordinary Resolution**:

   "RESOLVED THAT the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year Ended 31st March 2025 together with the reports of the Board of Directors and Auditors thereon and comments of the Comptroller and Auditor General of India, be and are hereby received, considered and adopted."

2) To consider and, if thought fit, to pass with or without modifications, the following as an **Ordinary Resolution**:

   "**RESOLVED THAT** Smt S Jeyanthi (DIN: 10059174), who retires by rotation and being eligible, be and is hereby re-appointed as a Director of the Company."

3) To consider and, if thought fit, to pass with or without modifications, the following as an **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to Section 142 of the Companies Act, 2013 read with Rules made thereunder, the Board of Directors of ITI Limited be and is hereby authorised to fix the remuneration and other terms and conditions, including reimbursement of travelling allowance and out of pocket expenses of Statutory Auditors of the Company appointed by Comptroller and Auditor General of India and of the Branch Auditors of the Company for the financial year 2025-26".

II) SPECIAL BUSINESS:

4) To consider and if thought fit, to pass, with or without modifications, the following resolution as **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in terms of Ministry of Communications order no. E-5-2/2021-PSA dated 22nd July 2025, Arun Agarwal, DDG(Sat.), DOT (DIN: 05270538), be and is hereby appointed as Government Director on the Board of the Company w.e.f. 22th July 2025 for a period of three years or till the date of superannuation or till further orders, whichever is earliest and on the terms and conditions as stipulated by the Government of India."

5) To consider and if thought fit, to pass, with or without modifications, the following resolution as **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in terms of Ministry of Communications order no. E-5-3/2018-PSA dated 04, July 2025 appointed Shri Gopinath Sahu (DIN: 11192872), be and is hereby appointed as Independent Director on the Board of the Company w.e.f 14th July 2025 for a period of three years or till the date of superannuation or till further orders, whichever is the earliest and on the terms and conditions as stipulated by the Government of India."

6) To consider and if thought fit, to pass, with or without modifications, the following resolution as an **Ordinary Resolution**:

   "**RESOLVED THAT** pursuant to the provisions of Section 148 of the Companies Act, 2013 and the rules made there under the remuneration of Rs. 2,80,000/- (exclusive of applicable taxes) and out of pocket expenses and conveyance expenses at actuals fixed for the Cost Auditors appointed to conduct the audit of cost records of all Units of the Company for the year 2025-26 be and is hereby ratified".

7) To consider and if thought fit, to pass, with or without modifications, the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 179 and 204 and other applicable provisions of the Companies Act, 2013, read with the rules made thereunder, and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, and based on the recommendations of the Audit Committee and the Board of Directors, the approval of the members be and is hereby accorded for the appointment of Mr D Venkateswarlu, Practising Company Secretary (FCS 8554), as Secretarial Auditor of the Company for a term of five consecutive years, commencing from Financial Year 2025-26 till Financial Year 2029-30 at fee of Rs.70,000/- (Rupees Seventy Thousand Only) for each financial year exclusive of applicable taxes with an escalation of 5% every year and on such terms and conditions as may be determined by the Board of Directors (including its committees thereof), and to avail any other services, certificates, or reports as may be permissible under applicable laws."

   "RESOLVED FURTHER THAT the Board of Directors of the Company, (including its committees thereof), be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed proper, necessary, or expedient, including filing the requisite forms or submission of documents with any authority or accepting any modifications to the clauses as required by such authorities, for the purpose of giving effect to this resolution and for matters connected therewith, or incidental thereto."

Regd. & Corporate Office
ITI Bhavan, Doorvaninagar

By Order of the Board
for ITI LIMITED

Place: Bengaluru
Date: 13.10.2025

Y Sathyan
Company Secretary

NOTES:

1) The Ministry of Corporate Affairs (MCA), vide its General Circular Nos. 03/2025 dated 22 September2025, 14/2020 dated 8 April 2020, 17/2020 dated 13 April 2020, 20/2020 dated 5 May 2020, 2/2022 dated 5 May 2022, 10/2022 dated 28 December 2022, 09/2023 dated 25 September 2023, 09/2024 dated 19 September 2024 and Securities Exchange Board of India (SEBI) vide its Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated 3 October 2024 (hereinafter collectively referred to as "the Circulars"), and other applicable circulars issued in this regard, have permitted the companies to conduct AGM through Video Conferencing (VC) or Other Audio Visual Means (OAVM), without physical presence of Members at a common venue. In compliance with the applicable provisions of the Companies Act, 2013 ("the Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the Circulars, the 75th AGM of the Company is being held through VC/OAVM. The deemed venue for the AGM shall be the Registered Office of the Company, ITI Bhavan, Doorvani Nagar, Bengaluru - 560016.

2) Since this AGM is being held pursuant to the Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and route map of the venue are not annexed to this Notice.

3) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.

4) In line with the Circulars, the Notice of the AGM along with the Annual Report 2024-25 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories. Members requiring hard copy of Annual Report can submit their request by sending email to **cosecy_crp@itiltd.co.in**.

5) The Notice convening the 75th AGM along with full version of Annual Report 2024-25 has been uploaded on the website of the Company at **www.itiltd.in** under 'Investors' section and can also be accessed on the websites of the Stock Exchanges i.e. BSE Limited and the National Stock Exchange of India Limited at **www.bseindia.com** and **www.nseindia.com** respectively. The AGM Notice is also disseminated on the website of NSDL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. **www.evoting.nsdl.com.**

6) Corporate Members / FIIs / Financial Institutions intending to appoint Authorized Representatives as per Section 113 of the Companies Act, 2013, to attend the AGM through VC/OAVM are requested to send to the Company, a certified copy of the Board Resolution/such other documents authorizing their representative(s) to attend and vote on their behalf at the meeting, together with their specimen signatures by e-mail to **dvenkatacs@gmail.com** and helpdesk. **evoting@nsdl.com**

7) The relevant explanatory statement pursuant to Section 102 of the Companies Act, 2013 which set out the details relating to Special Business at the AGM is annexed hereto and forms part of the notice as **Annexure A**.

8) Pursuant to provisions of the Regulation 36 (3) of Listing Regulations and Secretarial Standards on General Meeting issued by the Institute of Company Secretaries of India, the brief resume/profile of the Director eligible for appointment/re-appointment is appended to this Notice as **Annexure B**.

9) Pursuant to Section 139 read with Section 142 of the Act, the Auditors of the Company are appointed by the Comptroller and Auditor General of India. However, the remuneration of auditors shall be fixed by the Company at the AGM. Members may authorize the Board to determine and fix suitable remuneration payable to Auditors for the year 2025-26 after taking into consideration change(s), if any, in scope of assignments due to statutory requirements/ volume of work/ inflation index, etc.

10) In case of joint holders, the member whose name appears as the first holder in the order of names as per Register of Members of the Company will be entitled to vote at the meeting.

11) As per Section 108 of the Companies Act, 2013 read with relevant rules made there under, Regulation 44 of Listing Regulations, MCA Circular and SEBI Circular, the Company is pleased to provide its Members the facility to cast their vote by electronic means on all resolutions set forth in the Notice through remote e-voting and e-voting during AGM and for attending the meeting through VC/OAVM. For this purpose, the Company has entered into an agreement with NSDL for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL. The instructions for remote e-voting, e-voting during AGM and for attending the meeting through VC/ OAVM are appended to this Notice as **Annexure C**.

12) The Members can join the AGM through VC/OAVM mode 15 minutes before and within 15 minutes of the scheduled time of the commencement of the Meeting by following the instructions mentioned in the **Annexure C**. The Members will be able to view the proceedings by login into the NDSL e-Voting website at **www.evoting.nsdl.com.** The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

13) All documents referred to in the notice & statutory registers maintained under Section 170 and 189 of the Companies Act, 2013 will be available for electronic inspection during the AGM. Members seeking to inspect such documents can send an e-mail to **cosecy_crp@itiltd.co.in**

14) Members requiring information on the Accounts are requested to write to the Company at least fifteen days before the date of the Meeting so that the required information could be kept ready.

15) Shri D Venkateswarlu, (CP No. 7773), Practicing Company Secretary and Partner of DAC & Associates, Bengaluru has been appointed as the Scrutinizer to scrutinize the voting during the AGM and remote e-voting in fair and transparent manner.

16) The Register of Members of the Company will remain closed from Wednesday, 5th November 2025 to Tuesday, 11th November 2025 (both days inclusive) for the purpose of the AGM.

17) SEBI has mandated the submission of PAN, KYC details and nomination by holders of physical securities vide its circular dated 15th December 2021, 3rd November 2022, and 16th March 2023. Accordingly, Members holding shares in physical forms are requested to submit their PAN, KYC and nomination details to the Company's RTA and Members holding shares in electronic form are requested to submit PAN, KYC and nomination details to their respective Depository Participant(s). The forms for updating KYC details are available at **https://itiltd.in/investors.php?lan=en.**

18) In accordance with Regulation 40 of the SEBI Listing Regulations, as amended, the Company has stopped accepting any fresh transfer requests for securities held in physical form. Members holding shares of the Company in physical form are requested to kindly get their shares converted into demat/electronic form to get inherent benefits of dematerialisation.

19) Members can avail of the nomination facility by filing Form SH-13, as prescribed under Section 72 of the Companies Act, 2013 and Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014, with the Company. If a Member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form ISR-3 or Form SH-14 as the case may be. The said forms can be downloaded from the website of the Company at **https://itiltd.in/investors.php?lan=en.** Members are requested to submit the requisite form to their DPs in case the shares are held in electronic form and to the Registrar in case the shares are held in physical form, quoting their folio no.

20) Members may please note that SEBI vide its Circular dated 25th January 2022 has mandated the Listed Companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/ Splitting of securities certificate; Consolidation of securities certificates/ folios; Transmission and Transposition. Accordingly, members are required to submit duly filled up Form ISR-4 which is available on the website of the Company at **https://itiltd.in/investors.php?lan=en** along with documents and details specified therein, while submitting request for the above mentioned Investor Services.

21) Members are also requested to intimate changes, if any, pertaining to their name, postal address, email address, mobile number, PAN, registration of nomination, Power of attorney registration, bank mandate details, etc. to their DPs in case the shares are held in electronic form and to the Registrar at **irg@integratedindia.in** in case the shares are held in physical form, quoting their folio number

22) To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their Depository Participants in case the shares are held by them in electronic form and with the Company in case the shares are held by them in physical form.

23) The recorded transcript of the AGM, shall be maintained by the Company and also be made available on the website of the Company at **https://itiltd.in/investors.php?lan=en** in the Investor Section, at the earliest soon after the conclusion of the Meeting.

24) Members may visit the website of the Company for more information on the Company.

Regd. & Corporate Office
ITI Bhavan, Doorvaninagar

By Order of the Board
for ITI LIMITED

Place: Bengaluru
Date: 13.10.2025

Y Sathyan
Company Secretary

Annexure A

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4, 5, and 6:

In terms of the Articles of Association of the Company, the President of India is vested with the power to appoint the Directors of the Company from time to time and also shall determine the terms of office of such Directors. Accordingly, the following appointments on the Board of your Company were effected during the year as per the directives of the President of India:

Item No 4: Shri Arun Agarwal, Government Director (DIN: 05270538)

Arun Agarwal holds a Bachelor of Engineering degree in Electronics Engineering and an MBA. He is an Indian Telecom Service Officer of 1990 batch and has about 33 years of experience in various areas of telecom such as planning, installation, standardization, rural telecom, USOF Schemes, Satellite, Sustainability etc. Presently, he is working as Dy. Director General (Satellite) in the Department of Telecom (DoT) HQ, New Delhi.

Item No 5: Shri Gopinath Sahu, Independent Director (DIN: 11192872)

He is a committed socio-political activist, who believes in harnessing politics as a force for meaningful social transformation. A Swayamsevak since 1991. He served as an ABVP full timer from 1994 to 2009, holding several key positions, including State Organizing Secretary, where he provided guidance to various student movements in Odisha. A RSS pracharak from 2004 to 2009.

He joined the BJP in 2018 and currently heading the communication and data division of the party in Odisha. During his long tenure as an organizer, he groomed a galaxy of karyakartas who have become State Level Leaders, MLAs, BJP district presidents etc. A key strategist for BJP Odisha, he played a crucial role in election management in 2019 and 2024. He holds Master Degree in Odia Language & Literature from Utkal University and LLB from The Law College, Utkal University.

Item No. 6: Appointment of Cost Auditor

The Board, on the recommendation of the Audit Committee, has approved the appointment of following Cost Auditors to conduct the audit of the cost records of the various units of the Company for the financial year ending 31st March 2026:

Sl. No.	Name of the Cost Auditor	Audit Fees excluding GST (in Rs)
1.	M/s Murthy & Co. LLP, Bengaluru	2,00,000/-
2.	Aman Malviya & Associates, Lucknow	80,000/-
	Total	2,80,000/-

Rule 14 of the Companies (Audit and Auditors) Rules, 2014 requires ratification by the members for the remuneration fixed for the Cost Auditor of the Company appointed under Section 148(3) of the Companies Act, 2013.

Accordingly, necessary resolution seeking ratification for fixation of remuneration of Rs 2,80,000/-(exclusive applicable taxes) and out of pocket expenses and conveyance expenses at actuals for the Cost Auditor appointed for the year 2025-26 is placed before the Member for their approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives is interested, financially or otherwise, in the resolution set out at item no 6.

Item No. 7: Appointment of Secretarial Auditor:

The Board of Directors of the Company in their meeting held on May 22, 2025, based on recommendation of the Audit Committee, after evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conducting the audit, independence, etc., has approved for the appointment of Mr D Venkateswarlu, Practising Company Secretary, (FCS 8554) a peer reviewed firm (P R No. 1617 / 2021) as Secretarial Auditor of the Company for a term of five consecutive years commencing from FY 2025-26 till FY 2029-30 at a fees of Rs. 70,000 (Rupees Seventy Thousand Only) for each financial year exclusive of applicable taxes with an escalation of 5% every year. The appointment is subject to approval of the shareholders of the Company.

The appointment of Secretarial Auditor shall be in terms of the amended Regulation 24A of the SEBI Listing Regulations vide SEBI Notification dated December 12, 2024 and provisions of Section 204 of the Act and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Mr D Venkateswarlu is a well-known Practising Company Secretary qualified in 2002 and commenced his practice in 2008 and based out of Bengaluru. Renowned for his commitment to quality and precision, the firm has been Peer Reviewed and Quality Reviewed by the Institute of Company Secretaries of India (ICSI), ensuring the highest standards in professional practices and focussed on providing comprehensive professional services in corporate law, SEBI regulations, FEMA compliance, and allied fields, delivering strategic solutions to ensure regulatory adherence and operational efficiency.

Mr D Venkateswarlu has given his consent to act as secretarial auditor of the Company and confirmed that his aforesaid appointment, (if approved) would be within the limits specified by the Institute of Company Secretaries of India. Further, Mr D Venkateswarlu, has confirmed that he is not disqualified and is eligible to be appointed as Secretarial Auditor in terms of Regulation 24A of the SEBI Listing Regulations. The services to be rendered by D Venkateswarlu as Secretarial Auditors is within the purview of the said regulation read with SEBI circular no. SEBI/ HO/CFD/CFD-PoD-2/ CIR/P/2024/185 dated December 31, 2024.

The Board recommends the Ordinary Resolution as set out in Item No. 7 of this Notice for approval of the Members.

None of the Directors and/or Key Managerial Personnel of the Company and/or their relatives are concerned or interested, in the Resolution set out in Item No. 7 of this Notice.

Your directors recommend the ordinary resolution as proposed in the notice for Member's approval.

Regd. & Corporate Office
ITI Bhavan, Doorvaninagar

Place: Bengaluru
Date: 13.10.2025

By Order of the Board
for ITI LIMITED

Y Sathyan
Company Secretary

Annexure B

BRIEF RESUME OF DIRECTORS PROPOSED FOR APPOINTMENT/ RE-APPOINTMENT AS REQUIRED UNDER REGULATION 36 OF THE SEBI LISTING REGULATIONS AND APPLICABLE SECRETARIAL STANDARDS.

Item No. 2

Reappointment of Smt. S Jeyanthi, Director Production/Additional Charge Director HR

Smt S Jeyanthi had initially joined the Board as Director HR (Addl Charge) on 28th February 2023 and later appointed as Director Production w.e.f. 19th May 2023.

Smt S Jeyanthi had started her career in ITI Bengaluru Plant as Assistant Executive Engineer in 1989 and thereafter held various positions in Production area. Smt S Jeyanthi has rich experience of more than 3 decades of handling Production of Telecom and allied products. Smt S Jeyanthi was promoted as General Manager-Production of Palakkad Unit during 2021.

Smt S Jeyanthi has successfully upgraded Production facilities of Bengaluru Plant and executed prestigious orders for Defence and ISRO.

Smt S Jeyanthi is a B.E in Electronics and Communication Engineering Graduate from Mepco Schlenk Engineering College, Sivakasi, Tamilnadu.

Pursuant to the provisions of Listing Regulations the other details of Smt S Jeyanthi are as follows:

- Number of Board Meetings attended during 2024-25: 8
- Details of Directorships in other Listed Companies as on 31st March 2025: Nil
- Membership/Chairmanship in the Committees in Listed Companies as on 31st March 2025: 4
- Details of resignation from Directorships of other Listed Companies during the past 3 years: Nil
- Number of shares held in the Company as on date (including shares held as a beneficial owner): 50
- Disclosure of inter-se relationships between directors & key managerial personnel: Nil

Item No. 4

Appointment of Shri Arun Agarwal as Government Director

Shri Arun Agarwal has been appointed as a Government Director of ITI on 22nd July 2025 and holds a Bachelor of Engineering degree in Electronics Engineering and an MBA. He is an Indian Telecom Service Officer of 1990 batch and has about 33 years of experience in various areas of telecom such as planning, installation, standardization, rural telecom, USOF Schemes, Satellite, Sustainability etc. Presently, he is working as Dy. Director General (Satellite) in the Department of Telecom (DoT) HQ, New Delhi.

Pursuant to the provisions of Listing Regulations the details of Arun Agarwal are as follows:

- Number of Board Meetings attended during 2024-25: 0
- Details of Directorships in other Listed Companies as on 31st March 2025: Nil
- Membership/Chairmanship in the Committees in Listed Companies as on 31st March 2025: Nil
- Details of resignation from Directorships of other Listed Companies during the past 3 years: Nil
- Number of shares held in the Company as on date (including shares held as a beneficial owner): Nil
- Disclosure of inter-se relationships between directors & key managerial personnel: Nil

Item No 5

Appointment of Shri Gopinath Sahu as Independent Director

Shri Gopinath Sahu has been appointed as an Independent Director of ITI Limited on 14th July 2025, he is a committed socio-political activist, who believes in harnessing politics as a force for meaningful social transformation. A Swayamsevak since 1991. He served as an ABVP full timer from 1994 to 2009, holding several key positions, including State Organising Secretary, where he provided guidance to various student movements in Odisha. A RSS pracharak from 2004 to 2009.

He joined the BJP in 2018 and currently heading the communication and data division of the party in Odisha. During his long tenure as an organizer, he groomed a galaxy of karyakartas who have become State Level Leaders, MLAs, BJP district presidents etc. A key strategist for BJP Odisha, he played a crucial role in election management in 2019 and 2024. He holds Master Degree in Odia Language & Literature from Utkal University and LLB from The Law College, Utkal University.

Pursuant to the provisions of Listing Regulations the details Shri Gopinath Sahu are as follows:

- Number of Board Meetings attended during 2024-2025: 0
- Details of Directorships in other Listed Companies as on 31st March 2025: Nil
- Membership/Chairmanship in the Committees in Listed Companies as on 31st March 2025: Nil
- Details of resignation from Directorships of other Listed Companies during the past 3 years: Nil
- Number of shares held in the Company as on date (including shares held as a beneficial owner): Nil
- Disclosure of inter-se relationships between directors & key managerial personnel: Nil

Annexure C

INTRUCTIONS TO MEMBERS FOR REMOTE E-VOTING, E-VOTING DURING AGM AND ATTENDING THE AGM THROUGH VC/OAVM:

1) Pursuant to the General Circular No. 03/2025 dated 22 September 2025, 09/2024 dated September 19, 2024, issued by the Ministry of Corporate Affairs (MCA) and circular issued by SEBI vide circular no. SEBI/ HO/ CFD/ CFDPoD-2/ P/ CIR/ 2024/ 133 dated October 3, 2024 ("SEBI Circular") and other applicable circulars and notifications issued (including any statutory modifications or re-enactment thereof for the time being in force and as amended from time to time, companies are allowed to hold EGM/AGM through Video Conferencing (VC) or other audio visual means (OAVM), without the physical presence of members at a common venue. In compliance with the said Circulars, EGM/AGM shall be conducted through VC / OAVM.

2) Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/ AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.

3) The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.

4) The attendance of the Members attending the EGM/AGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

5) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) the Secretarial Standard on General Meetings (SS-2) issued by the ICSI and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs from time to time the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as e-voting on the date of the EGM/AGM will be provided by NSDL.

6) In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at **https://www.itiltd.in.** The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at **www.bseindia.com** and **www.nseindia.com** respectively and the EGM/AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. **www.evoting.nsdl.com.**

7) EGM/AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular issued from time to time.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER: -

The remote e-voting period begins on Saturday, 8th November 2025 at 09.00 A.M and ends on Monday, 10th November 2025 at 05.00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) 4th November 2025, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 4th November 2025.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1) For OTP based login you can click on **https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp.** You will have to enter your 8-digit DP ID,8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/ mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Individual Shareholders holding securities in demat mode with NSDL.	2) Existing IDeAS user can visit the e-Services website of NSDL Viz. **https://eservices.nsdl.com** either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 3) If you are not registered for IDeAS e-Services, option to register is available at **https://eservices.nsdl.com.** Select "Register Online for IDeAS Portal" or click at **https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp** 4) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: **https://www.evoting.nsdl.com/** either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 5) Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on App Store Google Play
Individual Shareholders holding securities in demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website **www.cdslindia.com** and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website **www.cdslindia.com** and click on login & New System Myeasi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on **www.cdslindia.com** home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at **evoting@nsdl.com** or call at 022 - 4886 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at **helpdesk.evoting@cdslindia.com** or contact at toll free no. 1800-21-09911

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: **https://www.evoting.nsdl.com/** either on a Personal Computer or on a mobile.

2) Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.

3) A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen. *Alternatively,* if you are registered for NSDL eservices i.e. IDEAS, you can log-in at **https://eservices.nsdl.com/** with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4) Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12********** then your user ID is 12**********
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5) Password details for shareholders other than Individual shareholders are given below:

   a. If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

   b. If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

   c. How to retrieve your 'initial password'?

      i. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8-digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

      ii. If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

6) If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

   a. Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on **www.evoting.nsdl.com.**

   b. Physical User Reset Password?" (If you are holding shares in physical mode) option available on **www.evoting.nsdl.com.**

   c. If you are still unable to get the password by aforesaid two options, you can send a request at **evoting@nsdl.com** mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

   d. Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7) After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8) Now, you will have to click on "Login" button.

9) After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1) After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.

2) Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".

3) Now you are ready for e-Voting as the Voting page opens.

4) Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

5) Upon confirmation, the message "Vote cast successfully" will be displayed.

6) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

8) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to **dvenkatacs@gmail.com** with a copy marked to **evoting@nsdl.com**. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.

9) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on **www.evoting.nsdl.com** to reset the password.

10) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of **www.evoting.nsdl.com** or call on.: 022 - 4886 7000 or send a request to Shri Falguni Chakraborty at **evoting@nsdl.com**

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1) In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **cosecy_crp@itiltd.co.in**.

2) In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to **cosecy_crp@itiltd.co.in**. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.

3) Alternatively shareholder/members may send a request to **evoting@nsdl.com** for procuring user id and password for e-voting by providing above mentioned documents.

4) In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER: -

1) The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.

2) Only those Members/ shareholders, who will be present in the EGM/ AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.

3) Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.

4) The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:

1) Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/ OAVM" placed under "Join meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2) Members are encouraged to join the Meeting through Laptops for better experience.

3) Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

4) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

5) Shareholders who would like to express their views/have questions may send their questions 15 days in advance mentioning their name demat account number/folio number, email id, mobile number at cosecy_crp@itiltd.co.in. The same will be replied by the company suitably.

TEN YEAR DIGEST

₹ in Crores

OPERATING RESULTS	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16
Sales including services (Incld. GST/Taxes)	4323	1628	1589	2077	2578	2403	1894	1703	1611	1253
Less : GST / Taxes	707	364	193	216	216	345	226	219	63	60
Sales including services (Excld. GST/Taxes)	3616	1264	1395	1861	2362	2059	1668	1484	1548	1193
Accretion/(Decretion) to Stock	25	(25)	33	19	9	40	11	(12)	18	-
Value of Production (Incld. GST/Taxes)	4348	1603	1622	2096	2586	2444	1905	1691	1629	1253
Value of Production (Excld. GST/Taxes)	3641	1238	1429	1880	2370	2099	1680	1472	1566	1193
Other Income	85	44	53	36	94	94	335	243	146	102
Other Income (Grant-in-aid)	-	-	-	219	67	90	1	84	395	495
Direct Material Cost	2453	423	438	741	445	508	605	545	605	670
Installation & Maintenance Charges	962	735	777	714	1473	1114	784	526	642	318
Employees Cost	192	232	226	217	223	227	204	223	267	332
Employees Cost[VRS]	-	-	3	5	67	4	-	3	34	-
Depreciation	69	53	49	51	42	42	37	25	17	13
Financing Expenses	224	241	210	192	160	141	106	153	153	157
Other Expenses	94	168	139	95	111	101	187	94	123	63
Profit	(268)	(569)	(360)	120	11	147	93	230	266	238
Prior Period Adjustments	-	-	-	-	-	-	-	-	-	-
Exceptional items	35	-	-	-	-	-	-	-	-	-
Profit Before Tax	(233)	(569)	(360)	120	11	147	93	230	266	238
Provision for Tax/Deferred Tax/FRB	-	-	-	-	-	-	-	-	-	-
Profit after Tax	(233)	(569)	(360)	120	11	147	93	230	266	238
Other Comprehensive Income [OCI]	(4)	(21)	(61)	(15)	20	4	18	5	39	17
Total Comprehensive Income [Profit/(Loss) and OCI]	(237)	(590)	(421)	105	31	151	111	235	305	255
FINANCIAL POSITION	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Equity Shares	961	961	950	934	934	925	897	760	560	288
Preference Shares	-	-	-	-	-	-	-	-	-	-
Equity-Money Received Pending Allotment	59	-	107	72	-	-	55	137	-	192
Reserves & Surplus	5860	5865	5791	5716	5731	5613	5181	5163	5162	5124
Profit and Loss Account-(Debit)	5309	5077	4507	4148	4256	4255	4340	4432	4663	4929
Net Worth	1571	1750	2340	2573	2408	2283	1794	1628	1059	675
Libilities and Provisions (Non-Current):										
Borrowings [other than Bank]	60	120	180	240	300	180	300	300	300	300
Creditors	71	109	174	224	-	-	-	-	-	-
Govt. Grants Unutilised	45	45	45	43	47	114	118	119	123	3
Provisions	39	45	51	46	53	74	81	68	58	84
Others	66	68	77	75	73	134	70	18	14	12
Total [Non-current Liab.]	**280**	**387**	**527**	**627**	**474**	**502**	**570**	**505**	**496**	**399**
Libilities and Provisions (Current):										
Borrowings [Bank]	1181	1501	1576	1312	1164	1036	959	926	879	839
Borrowings [other than Bank]	240	180	120	60	-	120	-	-	-	-
Creditors	3270	1580	1377	1690	1885	1921	1805	2262	1976	2105
Provisions	146	166	194	154	137	127	106	120	148	242
Others	3661	3999	3323	3124	2809	1694	1726	1566	954	1575
Total [Current Liab.]	**8498**	**7426**	**6590**	**6340**	**5995**	**4898**	**4595**	**4874**	**3958**	**4762**
Total Liabilities	**10349**	**9563**	**9457**	**9540**	**8877**	**7683**	**6959**	**7008**	**5513**	**5835**
Gross Block #	3077	3030	3014	2942	2864	2814	2774	2662	3804	3738
Depreciation #	367	298	262	213	162	122	80	43	1297	1279
Net Block	2710	2732	2752	2729	2702	2693	2695	2620	2506	2458
Capital work-in-progress	19	142	139	150	169	189	165	149	102	92
Assets, Loans and Advances (Non-Current):										
Debtors	183	157	196	236	353	359	1	6	-	-
Others	0	0	0	0	1	1	1	1	1	1

Total [Non-current Assets]	**183**	**157**	**197**	**237**	**353**	**360**	**2**	**6**	**1**	**1**
Assets, Loans and Advances (Current):										
Inventory	231	222	250	193	194	173	149	156	142	104
Debtors	3991	2455	2429	2730	2552	2761	2657	3080	2196	2743
Others	3215	3854	3690	3501	2907	1507	1292	996	566	437
Total [Current Assets]	**7437**	**6531**	**6369**	**6425**	**5653**	**4442**	**4098**	**4232**	**2904**	**3284**
Total Assets	**10349**	**9563**	**9457**	**9540**	**8877**	**7683**	**6959**	**7008**	**5513**	**5835**
# Due to IND AS implementation w.e.f. 01.04.2016, Net carrying value has been taken in the books of accounts as deemed cost.										
FINANCIAL POSITION	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Working Capital	(1,060)	(895)	(221)	85	(342)	(456)	(498)	(642)	(1,054)	(1,478)
Capital Employed (Net Fixed Assets+Working Capital)	1649	1837	2532	2814	2360	2236	2197	1977	1453	981
Sources of Funds:										
Shareholders' Fund	1571	1750	2340	2573	2408	2283	1794	1628	1059	675
Borrowings [Bank]	1181	1501	1576	1312	1164	1036	959	926	879	839
Borrowings [Other than Bank]	300	300	300	300	300	300	300	300	300	300
Net Non-Current Liabilities	36	110	150	150	(180)	(38)	268	199	195	98
Total	**3089**	**3660**	**4366**	**4336**	**3693**	**3581**	**3321**	**3053**	**2434**	**1912**
Application of Funds:										
Net Fixed Assets	2710	2732	2752	2729	2702	2693	2695	2620	2506	2458
Working Capital (Other than Borrowings)	360	786	1475	1457	822	699	461	284	(174)	(639)
Capital Work in progress	19	142	139	150	169	189	165	149	102	92
Total	**3089**	**3660**	**4366**	**4336**	**3693**	**3581**	**3321**	**3053**	**2434**	**1912**
FINANCIAL RATIOS	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Working Capital Ratios:										
Current Ratio [Current Assets/Current Liabilities]	0.88	0.88	0.97	1.01	0.94	0.91	0.89	0.87	0.73	0.69
Inventory to value of Productionin(no. of months)	0.76	2.15	2.10	1.23	0.98	0.99	1.06	1.27	1.09	1.04
Debtors(Net of Advances) in in terms of months sales and services	6.46	4.78	12.31	10.75	8.38	12.26	12.85	16.31	14.13	18.28
Direct Cost [Material, Installation & Comm. Charges] to value of Production	93.80	93.55	85.00	77.38	80.91	77.23	82.70	72.76	79.63	82.75
Debt-to-Equity Ratio	0.94	1.03	0.80	0.63	0.61	0.59	0.70	0.75	1.11	1.69
Return on equity (ROE)/Return on net worth Ratio	(0.14)	(0.28)	(0.15)	0.05	0.00	0.07	0.05	0.17	0.31	0.34
Net Profit Margin (%)	-6.45%	-45.03%	-25.82%	6.47%	0.47%	7.16%	5.55%	15.50%	17.18%	19.96%
Trade Receivable Turnover Ratio	1.27	0.62	0.57	0.71	0.86	0.83	0.66	0.64	0.65	0.51
Inventory Turnover Ratio	14.95	5.02	5.33	7.42	10.40	9.82	9.04	7.26	9.99	10.02
Interest Coverage Ratio	(0.26)	(1.78)	(1.03)	1.50	0.73	0.62	1.97	0.65	1.18	(0.74)
Operating Profit Margin (%)	0.70%	-24.03%	-9.10%	6.66%	5.51%	7.60%	1.00%	5.94%	-3.93%	-15.86%
FINANCIAL RATIOS	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Growth Ratios:										
Annual growth value of production(%)	194.05	(13.32)	(24.02)	(20.68)	12.92	24.98	14.11	(6.00)	31.22	108.65
OTHER STATISTICS	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Turnover composition:										
To BSNL/MTNL & other PSUs	2452	388	196	282	237	309	974	1188	1083	592
To Others	1871	1240	1393	1796	2341	2094	920	515	528	661
Total	**4323**	**1628**	**1589**	**2077**	**2578**	**2403**	**1894**	**1703**	**1611**	**1253**
Value added	209	62	196	408	438	463	277	378	284	191
No. of Employees as on 31st March	1368	1676	2094	2442	2876	3498	3520	3576	4052	5229
Value Added per Employee (₹)	1371718	326632	863088	1534081	1372767	1319464	777903	849502	609848	310363
Value of Production per Employee (₹)	23925569	6569627	6299284	7071394	7437840	5982215	4734098	3859465	3374636	2092671

[Figures in brackets indicate negative figures]

FIGURES AT A GLANCE

₹ in Crores

BALANCE SHEET	As at 31st March 2025	As at 31st March 2024
(a) What the Company owned		
Fixed Assets	**3077**	3030
Less: Depreciation	**367**	298
Net Block	**2710**	2732
Capital Work-in-Progress	**19**	142
Non Current Assets	**183**	157
Current Assets, Loans & Advances	**7437**	6531
	10349	9562
(b) What the Company owed		
Non-Current Liabilities	**280**	387
Current Liabilities	**8498**	7426
	8778	7813
(c) Shareholders' Funds [a]-[b]	**1571**	1750
Represented by:		
Share Capital	**961**	961
Share Application Money pending Allotment	**0**	0
Reserves & Surplus	**611**	789
	1,571	1,750

PROFIT AND LOSS ACCOUNT	For the year ended 31st March 2025	For the year ended 31st March 2024
(a) What the Company earned		
Sales including services (including GST)	**4323**	1628
Less : GST	**(707)**	(364)
Sales including services (excluding GST)	**3616**	1264
Other Income	**85**	44
Increase/(Decrease) in Work-in-Process,		
Stock-in-Trade and Manufactured Components	**25**	(25)
	3,726	1,283
(b) What the Company incurred		
Materials	**3,416**	1,158
Employees Cost	**192**	232
Depreciation	**69**	53
Financing Expenses	**224**	241
Other Expenses	**94**	168
	3,995	1,852

FIGURES AT A GLANCE Contd...

₹ in Crores

(c) Exceptional items	**35**	0
(d) Profit/(Loss) before tax (a-b+c)	**(233)**	(569)
(e) Less: Provision for Taxation	**0**	0
(f) Profit after tax	**(233)**	(569)
(g) Other Comprehensive Income	**(4)**	(21)
(h) Total comprehensive Income for the period	**(237)**	(590)
(Comprising profit/(Loss) and other comprehensive Income for the period)		
SOURCES AND APPLICATION OF FUNDS	**For the year ended 31st March 2025**	**For the year ended 31st March 2024**
SOURCES OF FUNDS		
1. Depreciation	**69**	53
2. Increase in Borrowings	**0**	0
3. Reduction in Working Capital	**156**	633
4. Revenue Grant in aid received	**0**	0
5. Capital Grant in aid received	**59**	0
6. Increase in Non-Current Liabilities	**0**	0
7. Decrease in Non-Current Assets	**120**	81
8. a) Profit After Tax	**0**	0
b) Other Comprehensive Income	**-4**	-21
	400	746
APPLICATION OF FUNDS		
1. Loss After Tax	**233**	569
2. Decrease in Borrowings	**60**	20
3. Increase in working Capital	**0**	0
4. Fixed Assets	**0**	37
5. Changes in Other Equity	**0**	0
6. Capital Grant-in-aid utilised	**0**	0
7. Revenue Grant-in-aid utilised	**0**	0
8. Decrease in Non-Current Liabilities	**107**	120
9. Increase in Non-Current Assets	**0**	0
	400	**746**

Directors' Report / Board's Report

Dear Members,

The Board of Directors of ITI Limited ("the Company" or "ITI") hereby submits the report of the business and operations of the Company along with the Audited Financial Statements (Standalone and Consolidated) for the Financial Year (FY) ended 31st March 2025, Auditors report and comments on the Accounts by the Comptroller and Auditor General (C&AG) of India.

The revival package of Rs 4156.79 Crore (Rs1892.79 Crore as grant-in-aid and Rs 2264 Crore as Capex Fund in the form of equity) as approved by the Cabinet Committee on Economic Affairs (CCEA) in February 2014 for ITI Limited, has helped in the Company's turnaround. The entire grant-in-aid of Rs. 1892.79 Crore has been received out of Rs. 4156.79 Crore. Out of Rs. 2264 Crore ITI has received Rs. 1191.56 Crore of the Capex Fund.

The Capex fund has been invested to upgrade manufacturing infrastructure across various ITI units, catering to emerging technologies in the domain of Telecommunications, Electronics, and ICT products, services & solutions. These projects have helped ITI Limited regain its manufacturing strength. The State-of-the-art infrastructure established under the revival package funds has boosted the manufacturing strengths to cater to domestic market demands under the "Make in India" mission of the Government of India.

FINANCIAL PERFORMANCE

Standalone Performance:

The performance of the Company (Standalone basis) for the financial year 2024-25 compared to the previous year 2023-24 is as under:

Rs. in crores

Sl.No.	Particulars	2024-25	2023-24
1	Sales including services	4323	1628
2	Value of production	4348	1603
3	(Loss)/Profit before tax	(233)	(569)
4	(Loss)/Profit after tax	(233)	(569)
5	Other Comprehensive income	-4	-21
6	Total Comprehensive income	(237)	(590)
7	Financing expenses	224	241
8	Depreciation	69	53
9	Capital employed (Net Fixed Assets + Working Capital)	1649	1837
10	R & D Expenditure	13	14

Consolidated Performance:

The Consolidated Revenue from operations at Rs. 3616.42 crores (PY Rs.1263.63 Crores) reflect an increase of 186.19% compared to the previous year. The profit / (loss) before tax and Profit / (loss) after tax for the financial year 2024-25 were Rs. (214.89) crore against Rs.(568.92) crore during the previous year.

Operational Performance:

The Company has achieved the turnover of Rs. 4323.37 crores during the FY 2024-25 against Rs. 1628.05 crores during the previous FY 2023-24.

PRODUCTION HIGHLIGHTS

Our Company is the leading Electronic manufacturing provider for 4G Radio Equipment, and Defence electronics products & systems. Our cutting-edge technology and solutions will revolutionize the industry and take it to the next level.

During the year, the Company apart from manufacturing Encryptors for Defence, has manufactured other telecom products like Laptops /Smaash PCs, Solar Panels/ modules/ power packs, Optical Fiber Cable, HDPE, ONT, OLT, ODC, telephones and Smart cards. Company has also engaged into contract manufacturing of Water Pipes, 4G RAN Equipment, Tablet PC etc at its various Units.

Order Book Position:

The Order Book position of the Company stands at around Rs. 16180 Crores (including APO of around Rs. 6,235 Cr for BharatNet Phase-III, BSNL 4G Rollout projects and Solar LED street lights).

Significant Achievements of the Company during the year are as follows:

- ITI Limited has emerged as L1 in 3 out of 16 packages of BharatNet Phase-III tender floated by BSNL. ITI Limited has bagged Advance work order (AWO) from BSNL of worth Rs. 5,104 Cr for Design, Supply, Construction, Installation, Upgradation, Operation and Maintenance of middle mile network of Bharatnet, in the Himachal Pradesh, West Bengal and Andaman & Nicobar Telecom Circle of BSNL.
- ITI Limited has received a Purchase Order (PO) from BSNL under RQ quota for Rs. 2,681 crores to support BSNL's 4G rollout by supplying and installing Radio Access Network (RAN) equipment at 23,633 sites in the West Zone. ITI has successfully supplied equipment to all 23,633 sites, completed installation at 21,874 sites, integrated 19,583 sites, and made 20,792 sites operational ("On Air") as part of this project.
- ITI Limited (Naini) has also been selected as the successful bidder for the supply, installation, and commissioning of solar street lights in several districts of Uttar Pradesh by UPNEDA.
- ITI Naini has got empaneled with BREDA for the solar street light project and manufactured & supplied 120W Solar panels to the tune of approx. 10,000 Nos.
- ITI Bengaluru and Mankapur plants have received orders from M/s. Tejas Networks Ltd for manufacturing and supply of around 16,160 Nos ODC (Out Door Cabinet) for BSNL 4G Rollout Project worth of Rs. 52 Cr. During FY 2024-25, Units have manufactured and supplied more than 10,500 Nos ODC and generated revenue of Rs. 34 Cr. Additionally, ITI carried out contract manufacturing for 4G RAN equipment and supplied material to around 9000 RAN sites.
- ITI Naini Unit has successfully completed the supply and installation of 1,13,488 Nos Solar Street Light Systems under the BREDA Project, with a project value of Rs. 240 Cr and the Unit has also undertaken Annual Maintenance Contract (AMC) services for 46,280 Nos Solar Street Light Systems valued at Rs. 4 Cr.
- Motor vehicle department of Kerala, issued a Work order for printing of Driving Licenses and Registration Certificates in PVC Pet G card (without chip) to fulfill statewide requirement. Against which Palakkad Unit has supplied 33.64 Lakh Cards and achieved Rs. 23.81 Cr turnover.

DETAILS OF TURNOVER ACHIEVED IN FY 2024-25 VS FY 2023-24:

(Value in Rs Crore)

Sl. No	Products/ Services/ Projects	2024-25 (including GST)	2023-24 (including GST)
1	ASCON PH IV	335.38	300.02
2	Corp Mktg & MSP's	914.40	597.84
3	Mahanet	47.14	49.25
4	Tanfinet	29.01	74.47
5	Gujnet	89.40	87.57
6	BSNL 4G Rollout (incl I&C)	2394.28	192.82
7	NFS Project	43.52	63.60
8	GSM SZ AMC	12.37	45.11
9	3D Printing, Aadhar based Business/ Mini PC/ Component Screening/ E-Governance projects/ Test labs/ Reliability labs/ E-Seva/ Skill development/ Telephones/ Cont. Mfg/ Smart Cards/ Smart energy meter/ Energy Savings/ Batteries/ GSM Franchise/ Banking Products/ NCM/ SNVM/ SNDM/ BTS/ AMC	53.66	35.12
10	Data Centre	34.02	26.36
11	AMC for MLLN/SSTP	4.96	16.06
12	Solar Panel/ Solar Street Light	250.90	52.44
13	Airtel FTTH/ NLD Rollout	0.10	1.16
14	Defence Business & AMC/ ASCON AMC	6.63	5.79
15	GPON (ONT, OLT, SPV and I&C)	34.90	17.41
16	SMPS (incl AMC)	0.43	0.53
17	USOF Pilot Projects/ TPA	6.14	5.78
18	TPA for Bharanet Project in Jharkhand, Odisha & Satellite	0.30	0.64
19	OFC	3.43	32.52
20	HDPE Pipe Mfg/ Water Pipes	16.41	15.94
21	BSNL 4G PoC/ C-DoT enode-B/ NGN AMC/ OCB AMC/ Wifi Hotspots	3.23	6.83
22	4G Outdoor Cabinet/ Cont. Mfg of RAN Eqpt.	42.78	
23	Bharatnet A&N	0.00	0.77
	Total	**4323.37**	**1628.05**

CHANGE IN SHARE CAPITAL / ISSUE OF SHARES:

There was no change in the Authorized Share Capital of the Company during the year 2024-25.

During the financial year 2024-25, pursuant to the BIFR order dated 08th January 2013, the Board of Directors had allotted equity shares to the President of India on preferential basis against CAPEX received on 21st January 2025 from Government of India, details of which are as follows:

Date of allotment of equity shares	No. of Equity shares issued	Allotment price	Capex Receipt (in Rs)
30.07.2025	19,65,029	Rs 300.25 (Rs 10 face value and at a premium of Rs 290.25)	59,00,00,000

Accordingly, the paid up Equity Share Capital has increased to 10,19,88,69,380 as on date.

During the year under review, the Company has not granted stock options or sweat equity shares. As on 31st March 2025, except for Smt S Jeyanthi who holds 50 equity shares of the Company, none of the Directors of the Company hold any shares of the Company.

DIVIDEND

As the Company had incurred loss during the year 2024-25 and still has accumulated losses of previous years, the Directors are not in a position to recommend any dividend for the year 2023-24.

RESERVES

As the Company still has accumulated losses, it has not transferred any amount to General Reserve.

OPERATIONAL PERFORMANCE OF PRODUCTION PLANTS AND SERVICE UNITS:

BENGALURU PLANT

I. Performance:

In the FY 2024-25, Bengaluru Plant has achieved the Turnover of Rs. 135.01 Crores, the turnover mainly consists of Manufacturing, Various Services and Projects.

II. Production & Manufacturing Highlights:

(i) 4G Tejas contract manufacturing:

ITI Limited has received Purchase Order (PO) from BSNL worth Rs. 2681 Crores for its 4G rollout. Against this order, ITI received order from M/s Tejas for manufacturing 4G eNodeB on contract manufacturing basis.

IGS/IGI Stores, Manufacturing and Testing Infra structure was established in F3 Hangar for 4G-Tejas contract manufacturing.

Bengaluru plant has successfully manufactured and supplied 4G Tejas equipment for around 10000 sites on SKD basis and generated revenue of Rs. 9.03 Cr against supply of RAN Equipment.

- Total no of eNodeBs supplied to BSNL - 8633 Sites
- Total no BBU supplied to Tejas - 733 Nos
- Total no of RRH supplied to Tejas - 9879 Nos

(ii) 4G C-DoT technology:

The Plant supplied Band B28 and B8 4G eNodeB to BSNL. POC completed successfully during 2024 and TEC certificate clearance is received.

The Plant supplied Band B28 eNodeB to Railways also and POC was completed successfully. This enabled ITI to receive order worth Rs 8 Cr from RDSO for supply of 43 nos of B28 systems.

The Plant has supplied B1 & B3 4G eNodeBs worth Rs 36 Lakhs to BSNL for PoC and is under progress.

Plant has supplied 4G e-NodeB worth Rs 34 Lakhs to BEL & Railtel also.

(iii) 4G-Tejas-ODC Manufacturing:

ITI Bengaluru Plant has manufactured and supplied 4612 Nos of Out Door Cabinets to BSNL as a part of 4G-BSNL project and generated revenue of worth Rs. 14.70 Cr.

(iv) High-Density Polyethylene (HDPE)/ PLB Duct Manufacturing:

ITI Bengaluru Plant has successfully executed order of M/s Aksentt worth Rs 3.51 Cr by manufacturing HDPE duct of 540 Km.

(v) Defence Business/ Encryption Products:

The Secrecy products for Defence Communication Networks and other Ministries are being designed by our R&D and manufactured, supplied & maintained by ITI for long time. ITI has been the pioneer in this field. The products have evolved over the years in tune with the evolution in the digital communication technology. There are major requirements of encryption products for Defence (NFS network, ASCON network), for Ministry of Home Affairs (MHA) and Indo Tibetan Border Police (ITBP) etc.

- Bengaluru plant has supplied 17 Nos of Ananda BEU IP Encryptors to Army, Western command for Rs. 0.70 Cr.
- Supplied 152 Nos of CFG, 8 Nos of MFG, 8 Nos of ALD and 2 Nos of Replicator to Assam Rifles for Rs. 0.95 Cr.
- Supplied 100 Nos of IP Encryptor and 68 Nos of CFG to IB-MHA for Rs. 3.11 Cr.
- Supplied 10 Nos of IPE with accessories to NSG for Rs. 0.72 Cr.
- Supplied 03 Nos of IPE with accessories to JCB for Rs. 0.15 Cr.
- Received order from ITBP worth Rs 3.28 Cr for supply of 91 nos of IP Encryptor systems along with Accessories.
- Received order from PMO DCN worth Rs 11.10 Cr for supply of Enhanced TESDs, Flexi Data Encryptors, BEU along with Accessories.

(vi) Telephones:

ITI Bengaluru Plant has Supplied 2850 Clip phones to ISRO for Rs. 0.57 Cr and 92 Nos of 5C telephones to Ashok Leyland, Indian Navy, Cochin shipyard, Goa shipyard, L&T, Hindustan shipyard for Rs. 0.29 Cr.

(vii) 3D Printing:

Bengaluru plant has been providing services to in-house requirements, start-up customers at ITI as well as external customers. Bagged the order for manufacturing of Satellite 1:1 study models, Mechanical Enclosure for satellite PCB assembly, and BALT assembly model for Gaganyaan project for VSSC (ISRO- Trivandrum) for Rs. 0.17 Cr.

- Total Revenue generated in FY 2024-25 from external customer is Rs 42 Lakhs.
- Major Customers are ISRO, ADA, HAL, AJAX etc.

III. Services Highlights:

(viii) Reliability Engineering Lab:

Reliability Engineering Lab is equipped with various Environmental Test Chambers. This helps in providing services to internal as well as external customers and facilitating to conduct all environmental tests as per QM333, JSS 55555, MIL Standards and Customer Test Requirement. Revenue generated during the year is Rs. 1.29 Cr.

(ix) Telecom Testing Lab (TTL):

NABL accredited EMI/EMC lab is a part of the Telecom Testing Centre which has been built at Bengaluru Plant to meet the EMC requirements of the Telecom Equipment which are launched in the market. Industrial, Scientific, Medical and IT equipment can be tested for Emission and Immunity requirements of TEC as per International Standards. MIL-STD-461 is followed for Defence and Commercial equipment and can be tested as per CISPR 11/22/15/32.

- EMC Lab is upgraded to test defence equipment from Defence organisations like SITAR, BEL, HAL and their system developers.
- Revenue generated is Rs. 1.55 Cr.

(x) GSM SZ AMC:

ITI Bengaluru Plant has generated revenue of Rs. 12.37 Cr by providing AMC services to BSNL for 9ML GSM SZ project in the BSNL circles namely: Karnataka, Tamilnadu, Chennai, Andhra Pradesh, Kerala and Telangana.

(xi) Defence AMC & Non AMC card Repairs:

Bengaluru Plant is also executing the AMC for PMO DCN, Ananda BEU MK-II, EDUs, STM 1 and STM 4 secrecy Equipment supplied to Defence Customers all over India. For the year 2024-25, revenue generated is of Rs 1.01 Cr.

(xii) Data Centre and IT Business:

Data Centre is a physical / virtual infrastructure used by enterprises to house computer, Servers, Networking Systems and components for the organization's information technology (IT) needs, which typically involves storing, processing and serving large amounts of mission critical data to clients in a client/server architecture. As a consequence, the security and reliability of data centres is of top priority for any organization.

The Data Centre is located at ITI premises in Bengaluru. It endeavours to provide customer-centric services to all the sectors. This Data Centre is serving for customers from Aviation, Universities, R&D institutions of Govt. of India, PSUs, MNCs and other small enterprises.

Facilities & Offerings:

Considering the huge market demand in view of Digital India Initiative and Governments decision to store the data and the financial transactions generated in Servers located in India, ITI has taken up Data Centre expansion in a big way. The large 2 Lakhs plus sq. ft capacity of ITI Data Centre is fully equipped with excellent facilities and with next generation technology which is capable of housing 1302 racks to provide all kinds of data centre services.

ITI data centre is designed to provide various services like Co-location, Managed & Cloud services. Email, Internet, back up services & SOC are also part of the offerings. SOC-as-a- Service is a managed Security Operations Centre (SOC).

The List of DC Service offerings are given below: -

- Rack space / Co-Location Services /Dedicated Hosting Services
- Managed Colocation
- Managed Storage Services, Backup Services, Database Management
- Server monitoring and Management services
- Managed Tape Backup Service
- Network Monitoring and Management Services

- Remote Infrastructure Management
- Cloud Services
- DR Services
- Email Services
- SOC services

Data centre is fully geared up to support multi density power requirements ranging from 3 KVA to 14 KVA per rack. It has an edge over other Data Centres not only through its complete range of Services but also with regards to its infrastructure, effective and eco-friendly fire suppression facilities, high level of security, carrier neutrality, redundant power availability, precision controlled environment and 24 x 7 support services with no down time in its whole history.

The Data Centre is a carrier neutral i.e. well connected with multiple ISPs ensuring high availability of Internet Connectivity.

The customers are also offered with seating facility, workstations & cabins, for their operating & maintenance staff and a NOC room for monitoring the performance.

Revenue generated from Data centre for FY 2024-25 is Rs. 34.02 Crore.

Certifications:

ITI Data Centre is TIA -942 Tier-3 certified and there are several layers of security conforming to international standards viz. ISO 9001, 20000, 27001, 27017, 27018 and CMMi L5. It is 99.982% availability as per Tier 3 standards, which is concurrently maintainable, allowing for any planned maintenance activity of power and cooling systems without disrupting the performance of the Data Centre.

The datacentre has been successfully audited for Meity Empanelment as a Cloud Service Provider, for providing cloud services such as IaaS, PaaS and SaaS under Public, Private and Hybrid cloud infra. ITI has also Government Community Cloud (GCC) for critical and confidential Government customers.

(xiii) Security Operations Centre (SOC):

Facility & Offerings:

ITI has a state-of-the-art Security Operation Centre (hereafter referred as SOC) offering SOC as-a-Service (hereafter referred as SOCaaS) to customers from various sectors like commercial, industrial, scientific, medical, communication, IT, etc. The SOCaaS is to monitor, prevent, detect, investigate, and respond to cyber threats round the clock. SOC services are used for monitoring and protecting the organization's assets including intellectual property, personnel data, business systems, and brand integrity. The ITI SOC acts as the central point of collaboration in coordinated efforts to monitor, assess, and defend against cyber-attacks.

The List of offerings as defined services listed below:

- Identity and Access Management
- Next Generation Firewall
- Network Access Control
- End Point Detection and Response
- Data loss Prevention
- Email Security
- Security Information and Event Management (SIEM)
- User and Entity Behaviour Analytics (UEBA)
- Vulnerability Assessment and Penetration Testing

The customers are also offered with seating facility, workstations & cabins, for their operating & maintenance for monitoring the performance.

SOC or CYBER SECURITY RELATED PROJECTS:

ITI also manages various SOC and /or Cyber Security related projects for other customers at their place or at various field location across India. The Nature / Scope of project is to manage various Network equipment, Network backbone connectivity, Cyber security tools, Devices/HW/SW, Reporting & operations.

(xiv) Major R&D initiatives taken by the company:

Company's R&D philosophy is to enhance its pre-eminence in products / services of Defence Electronics and other chosen fields through Research & Development. Company's R&D strives for development of new products built with cutting-edge technology modules. While fully meeting the customer requirements, the products developed by Company are state-of-the-art, competitive and incorporate highest quality.

Research & Development (R&D) located in Bengaluru plant is designing & developing Communication Equipment to support In-House manufacturing and also keep abreast with State of the Art Technologies in the field of Electronics & Communications. R&D has core strength in design & development of Encryption systems to secure Communication Networks for defence forces, MHA, ITBP, and other paramilitary forces etc ranging from 8Kbps to 10Gbps data rate over different media and also in development of Network solutions. The R&D team develops allied products in area of Transmission and terminal products.

The strength of R&D lies in its skilled design team with expertise in understanding product specification, development of Hardware & Software. The necessary infrastructure to aid design & development is available in the form of latest Test Instruments, Software design tools, CAD design tools, Reliability lab, EMI/EMC test lab and Telecom testing lab.

Major R&D developed products/handled services in the following areas:

(1) Encryption Systems for Defence, MHA and paramilitary forces etc
(2) Network solutions for Communication Network
(3) Power supply modules
(4) Electronic Voting Machine (EVM)
(5) Radio systems
(6) Satellite based Navigation Systems
(7) Getting the CPC approval for crypto products with proprietary Algorithms

The successful Products / Solutions developed in Financial Year 2024-25:

Products/Services:

- Multi post Electronic Voting Machine
- Design and development of E1 BEU for eastern command and the successful completion of SAG Certification.
- Design and development of E-TESD, E-Flexi and E-BEU is in

progress to meet the DCN requirements. These Encryption products have successfully undergone Field trials, testing & Evaluation by customers.

New Initiatives undertaken in Financial Year 2024-25:

In the year 2024-25 R&D initiated development of new products like Enhanced Terminal End Secrecy Device, Enhanced Flexi Encryptor (desktop model), Enhanced Data Encryptor Card, Field Cipher Equipment MK II for Army and R&D in the process of development of spare Algorithm for MCEU.

PALAKKAD PLANT

I. Performance:

In the FY 2024-25, Palakkad Plant has achieved the Turnover of Rs. 83.58 Crores.

II. Production / Service highlights:

Palakkad Unit continue to make headway in the IT Sector with winning repeated orders from customers like Keltron, IIT Palakkad, Universities etc for supply of IT hardware. It is also engaged in supporting various requirements like Examination Management System of Universities and Digitization of records. It continues its stride in the Space Electronics Sector with its contribution in fabricating avionics packages for various prestigious missions of ISRO like PSLV C56, PSLV C57, PSL C58, PSLV C59, Aditya L1, Gaganyaan etc. in addition to screening of components, also started executing orders for space electronic packages for HAL-L&T consortium for PSLV. It also contributed to the prestigious ASCON Project through supply of PLB HDPE Duct to various locations and TANFINET (Tamilnadu Fiber Network) Project with Tamilnadu State Government.

(i) Laptop:

After successfully established the ITI Smaash brand in the Micro PC segment, ITI Palakkad has now ventured into manufacturing ITI Smaash brand laptops. The ITI Smaash laptops have received great appreciation from major customers like KITE and KSEDC (Kerala State Electronic Development Corporation). These laptops carry national and international certifications such as CE, FCC, RoHS, BIS, and BEE, making them a significant addition to ITI's portfolio. During FY 2024-25, Unit has manufactured and supplied 3444 Nos of Laptops to various customers valuing Rs.11.69 Crores.

(ii) Smaash PC and its IT Hardwares:

ITI's Smaash branded Mini PCs have strengthened their presence in the market through technological upgrades, incorporating newer generation processors. These compact computers, known for their energy efficiency and small form factor, are complemented by the Smart Power Station, a green energy solution that functions as a UPS and accepts power from both solar and grid sources. This innovative combination allows for minimal grid reliance and significant energy savings. Furthermore, these devices hold international certifications such as CE, FCC, RoHS, BIS, and Energy Star. The Mini PC business has expanded its reach to all over Kerala state. The product has garnered attention from esteemed customers including KSEDC, Kerala e-Health, Kerala Forest Department, NIC, Calicut University, Kannur University, and various educational institutions. In addition to Mini PCs, the Palakkad Plant offers a range of turnkey solutions associated with this product, such as Smart Class rooms for schools and universities, HCI (Hyper Converged Infrastructure) solutions, and Student Lifecycle Management Systems for universities.

During fiscal year 2024-25, ITI Palakkad Unit has secured Kerala e-Health order including Supply, Installation, Commissioning & Maintenance of Hardware Equipment for Hospitals under e-Health Project in Kerala, and has manufactured, supplied 1880 Nos of Mini PC to various customers and also supplied IT hardware to various Government and Private customers total valuing Rs. 10.30 Crores.

(iii) Vikram Sarabhai Space Centre (VSSC) Business:

ITI Palakkad Plant is associated with Vikram Sarabhai Space Centre (VSSC), Thiruvananthapuram in realization of electronic packages for various launch vehicles as well as screening of electronic components/Packages. The association started with the establishment of Space Electronics Fabrication Centre (SEFC) at ITI Palakkad for electronic assembly for Space Application in the year 2010 and expanded over a decade in to wide range of activities. The centre is approved for the realization of various Electronic Packages used in launch vehicles which include operations such as SMD Assembly & Manual Assembly, Conformal Coating, Card level testing, Integration, Integration testing, in line QC, Screening of Components, Test & Evaluation (T&E) of assemblies and multi stacks. Customized test jigs, Burn-in boards, Vibration fixtures and software programs are developed in-house for each assembly/components individually, meeting all the critical parameters identified by VSSC, for completion of item wise qualification procedures. ITI Palakkad is the only work centre accredited by VSSC for RF Package Assembly and Testing.

ITI Palakkad is having business association with 3 units of ISRO namely VSSC (Vikram Sarabhai Space Centre), LPSC (Liquid Propulsion System Centre) and MVIT (Mechanisms and Vehicle Integration Testing) all of which are located at Thiruvananthapuram and are engaged in the Manufacturing, Testing and Integration of all Launch Vehicles - PSLV, GSLV, GSLV Mark III, Gaganyaan etc. used in various space missions of ISRO. Orders are being received and executed continuously from the year 2010-11 onwards.

Recently our facility has been qualified for screening and package realization of Gaganyaan mission project of ISRO, against which pilot quantities are screened/assembled and delivered successfully. Expansion of scope of programme is being done continuously by developing test facilities for more devices.

Officials engaged in all these activities are qualified through highly stringent training and tests imparted by VSSC. The work is carried out in the contract manufacturing mode with all required components being provided by VSSC, as Free Issue Materials (FIMs).

More than 1.25 Lakhs electronic components are screened from this centre and more than 2750 flight packages manufactured by ITI are successfully used in various launch vehicles - GSLV, PSLV and GSLV Mark-III- of ISRO.

During FY 2024-25, Rs. 2.68 Crores revenue has been generated.

(iv) Smart Banking Card:

ITI Palakkad plant is having state of the art infrastructure in line with technical specifications for Payment Card Industry (PCI) from National Payments Corporation of India (NPCI). The infrastructure includes modern manufacturing equipment for Smart Card Assembly and customization for milling & embedding, personalization etc. Motor vehicle department of Kerala, issued a Work order for printing of Driving Licenses and

Registration Certificates in PVC Pet G card (without chip) to fulfill statewide requirement and supplied 33.64 Lakh Cards and achieved Rs. 23.81 Cr turnover.

(v) High-Density Polyethylene (HDPE) Duct Manufacturing:

Anticipating increased demand of OFC and HDPE conduits for OFC in the country considering the government focus on providing internet connectivity for all villages, ITI Palakkad has established 2 lines of HDPE machinery with an annual capacity of 8000 KM. While the HDPE Pipe Plant has got TSEC for manufacture of 40/33 mm PLB HDPE Duct and contributed to the requirement of more than 2000 KM of duct for ASCON Project in a timely manner with highest level of quality won accolades from the Indian Army. ITI Palakkad has also supplied 1250 Kms HDPE Pipe for Tanfinet Project.

(vi) AMC Services:

ITI has been the leader in supplying MLLN products and services, including turnkey solutions for supply, installation, integration, commissioning, operation and maintenance of Network Equipment to BSNL/MTNL since 2002-03. The existing MLLN networks has been installed and maintained. ITI Palakkad has executed AMC orders worth Rs 4.96 crores from BSNL during 2024-25.

Extension of AMC Services to various Telecom Exchanges (EPABX) across BSNL and Kerala Government Organisations, viz. Forest Head Quarters, CPCRI, etc. The work involves attending the customer calls and addressing the repair works valuing Rs. 0.54 Crores.

(vii) 4G Manufacturing:

RRU/ BBU manufacturing facility has been made available at Palakkad Unit. Contract manufacturing orders from M/s. Tejas Networks Ltd is executed for 251 BSNL 4G sites.

(viii) Digitization of Records:

The work is mainly related to conversion of physical papers/old important records of different sizes into various digital formats using high end contactless scanners and specialized software. During FY 24-25, we have executed digitization work at Kannur University and Kerala University valuing Rs. 0.25 Crores.

MANKAPUR PLANT

I. Performance:

In the FY 2024-25, Mankapur Plant has achieved the Turnover of Rs. 59.22 crore.

II. Production / Service highlights:

Mankapur Plant houses a state-of-the-art manufacturing facility for Electronic Manufacturing, Duct manufacturing and mechanical manufacturing.

(i) High-Density Polyethylene (HDPE)/ PLB Duct Manufacturing:

Mankapur Unit has manufactured and supplied PLB HDPE Telecom DUCT of size 40/33 MM to M/s Aksentt for BhartNet and Mahanet projects. Further, we are having 12094 KM orders for BharatNet Phase - III project for PKG - 8 & 9. Manufacturing has already been started. Total Revenue generated from HDPE Duct/ Water Pipes during FY 2024-25 is Rs. 12.74 Crore.

(ii) ONT-23 (Optical Network Terminal):

ONT-23 subsystem is the access node in FTTH (Fibre to the Home) architecture of GPON/EPON system. This is a sleek, compact, power efficient and cost effective ONT designed to serve Residential/Business/Mobile Backhaul requirements. This ONT not only provides access to triple play services Voice, Video and Data at the customer premises but also supports dying feature to differentiate between lack of power at ONT and fibre cut. Each ONT-23 requires a single fibre drop and is capable of providing highest dedicated bandwidth. Mankapur Unit has manufactured and supplied 21750 nos. of ONT-23 to Railtel through C-DOT against order of 40000 ONT-23. Total Revenue generated during FY 2024-25 is Rs. 2.08 Crore.

(iii) 4 port OLT (Optical Line Terminal):

It is a compact and cost optimized solution targeted at small scale deployments in Fiber to the Home/Building/Office (FTTH/ B/O) topologies. It supports up to 2.5 Gbps downstream to serve up to 512 users (with maximum split ratio of 1:128), and can deliver services up to a distance of 60 kilometres. It is capable of delivering high quality triple play services i.e. voice, video, and data. Mankapur Unit has manufactured and dispatched 1500 nos. 4 Port OLT to different BSNL Circles. 495 nos. of OLT has been installed and balance is in progress. Total Revenue generated during FY 2024-25 is Rs. 17.98 Crore.

(iv) Third Party Audit (TPA):

Mankapur Unit has taken up TPA activities for implementation of BharatNet in Jharkhand for Jharkhand Communication Network Limited, Odisha for Odisha Power Transmission Corporation Limited and TPA –VSAT in Manipur and Tripura. Work of Jharkhand and Odisha have been completed. Revenue of Rs. 30 Lakhs has been generated in the FY 2024-25.

(v) Diversified products:

Business carried out for the in-house developed and manufactured products like NCM (Note Counting Machine), SNVM- FLORA (Sanitary Napkin Vending Machine), SNDM- FAUNA (Sanitary Napkin Disposal Machine), FMVM-KAVACH (Face Mask Vending Machine), and FMDM-CONA (Face Mask Disposal Machine). Revenue of Rs. 26 Lakhs has been generated in the FY 2024-25.

(vi) Skill development:

Employee Development Centre (EDC) of Mankapur started OJT (On Job Training) programs for ITI (Industrial Training Institute) Students. Employee development Centre is also involved in conducting Course on Computer Concepts (CCC) examination at various centres in UP through National Institute of Electronics & Information Technology, Gorakhpur. Rs. 10 Lakhs revenue has been generated in the FY 2024-25.

(vii) ODC (Outdoor Cabinet):

ODCs are used to house equipment for powering and managing 4G network components like Base Band Units (BBUs), power supplies, and other networking components that need to be located outdoors, near the antennas on towers. Unit has designed, developed, manufactured and supplied 6003 nos. of ODC to M/s Tejas against total order of 10376 nos. of ODC. Rs. 18.81 Crore revenue has been generated in the FY 2024-25.

RAE BARELI PLANT

I. Performance:

In the FY 2024-25, Rae Bareli Plant has achieved the Turnover of Rs. 40.60 Crores.

II. Production / Service highlights:

(i) OFC (Optical Fiber Cable):

The Indian Optical Fiber Cable market continues to grow steadily, driven by major government initiatives like Digital India, Smart Cities, and the BharatNet Project, along with rising FTTH (Fiber-to-the-Home) adoption and the expansion of data centers.

In line with national priorities, ITI Rae Bareli has maintained focus on meeting domestic OFC demand with its installed capacity of 30,000 KM per annum. During FY 2024-25, the unit has manufactured and supplied more than 2,500 KM of OFC to major national projects. Key contributions include:

- Defense ASCON Phase IV Project – Supplied around 2,200 KM of 24F OFC.
- Indian Railways – Supplied around 600 KM OFC to various zones.

(ii) Gigabit Passive Optical Network (GPON):

Rae Bareli Unit houses a state-of-the-art facility for GPON OLT & ONT systems. The plant is actively engaged in manufacturing and repairing of GPON cards for the BharatNet Phase II AMC project for various telecom circles of BSNL, supporting the digital infrastructure initiative with efficient production and service capabilities.

(iii) High-Density Polyethylene (HDPE) Duct Manufacturing:

The unit also possesses a modern setup for HDPE Duct manufacturing, with an annual production capacity of 28,000 KM. These ducts are vital components in OFC deployment and contribute significantly to the optical network infrastructure supply chain.

(iv) Switched-Mode Power Supply (SMPS):

The Rae Bareli plant has a well-established facility for manufacturing SMPS systems of various ratings and configurations.

During FY 2024-25, the unit executed AMC services across various BSNL circles and also supplied and provided technical support to the Defense ASCON Project. The revenue earned from AMC-related works during the year amounts to Rs. 43 Lakhs.

NAINI PLANT

I. Performance:

In the FY 2024-25, Naini Plant has achieved the Turnover of Rs. 250.90 crore.

II. Production / Service highlights:

The Naini Plant houses a state-of-the-art manufacturing facility for solar panel production, with an annual manufacturing capacity of 18 MW.

(i) Solar Module Manufacturing:

ITI Naini Plant manufactured 10,123 units of 120Wp solar modules, out of which 9,180 units of 120Wp solar modules were supplied to BREDA, amounting to Rs. 3.15 crore.

(ii) Solar Street Light Systems:

- ITI has successfully completed the supply and installation of 1,13,488 Solar Street Light Systems under the BREDA Project, with a project value of Rs. 239.78 Cr.
- ITI has also undertaken Annual Maintenance Contract (AMC) services for 46,280 Solar Street Light Systems, valued at Rs. 4.42 Cr.
- Additionally, ITI Limited, Naini has carried out AMC for 15,480 systems under the Uttarakhand Renewable Energy Development Agency (UREDA) project, worth Rs. 1.38 Cr, for 12W Solar Street Light Systems.

(iii) Solar Power Plant Projects:

- ITI successfully completed the supply and installation of a 265KW Solar Power Plant for NTPC, valued at Rs. 0.63 Cr.
- 30KW Solar Power Plant was installed at ITI Srinagar, costing Rs. 0.10 Cr.
- Under the PM Surya Grah Yojana, 16KW project was executed across four locations, with a total cost of Rs. 0.11 Cr.

(iv) Solar Home Lighting:

- ITI Limited, Naini, has executed a work order for 416 Solar Home Lighting Systems valued at Rs. 1.33 Cr. This work was undertaken under the UPNEDA Solar PV Power Pack System (Home Lighting System) initiative.
- The scope included Design, Supply, Installation & Commissioning along with 5 years of comprehensive warranty and maintenance of Solar PV Power Packs of 200W with LiFePO4 battery, which includes:
  - 5 LED lights
  - 1 DC ceiling fan
  - 1 25-watt DC power plug with USB port for mobile charging

SRINAGAR

1) Execution of Project:

Srinagar Unit is executing and ensuring the smooth implementation and maintenance of critical communication network in the remote locations of the J&K.

2) Skill Development Center:

This center plays a significant role in upskilling the youth of Kashmir in various fields such as Optical Fibre Cable Laying and Optical Splicing, Data Entry Operator etc. It contributes significantly to skill enhancement of local youth and employment generation in the region.

NETWORK SYSTEMS UNIT (NSU)

(A) BharatNet Project (Phase-I)

1. GPON Supply, I&C and AMC

ITI has received 05 orders worth `485 Crore from BBNL/BSNL for implementation of the BharatNet project which includes supply,

installation, testing and commissioning, 02-year warranty, and 05-years AMC of GPON equipment.

More than 90% of I&C work has been completed and 04 POs are under the AMC phase. AMC services for this project are being provided by our in-house engineers. Till 31st March 2025, we have received ₹ 386 Cr. of the order value from the BSNL.

(B) BharatNet Project (Phase-II)

1. GujNet Project:

The Bharatnet Phase-II Package A "Gujnet" project initiated by BBNL/GFGNL, with an ambition of providing high-speed broadband connection to the uncovered Gram Panchayats of Gujarat, is being executed by ITI Limited with the support of OSP partners finalized through open tender during 2019.

The first part of the project consists of 3925 GPs across the 3 Islands spread over 12 districts / 70 Blocks. Each island has a GPON network connected through optical Fiber Cable/DWDM/ RFMS from GFGNL State Data Center at Gandhinagar, with the Optical Line Terminals (OLT) at Block level and Optical Network Terminals (ONTs) and L2 Switch at Gram Panchayat level.

The second part of the project consists of the operation and maintenance of 3925 GPs along with Add-On GPs (304 GPs) across the 3 Islands spread over 12 districts / 70 Blocks. Island-1 O&M was started in the month of OCT 2020. Further, O&M of remaining blocks was progressively started from Dec-2020 to Dec-2021. ITI has also received a similar work order for 51 GPs APO and 5 GP scope.

4278 GPs (100%) are lit (Initial Scope of 3925 + 304 APO + 44 APO + 5 APO). The AT for 43 GPs is pending in the main scope and AT for 8 GPs are pending in APO. The pending AT work shall be completed by 30th September-2025.

2. MahaNet Project

ITI is executing a turnkey project for the provisioning of broadband connectivity across Maharashtra State. This project includes the laying of 20,329 Kms Underground (UG) and 17,841 Km Aerial (OH) OFC, Establishment, Commissioning and Maintenance of a Network comprising IPMPLS (IP Multi-Protocol Label Switching) Routers, Switches, Solar equipment, Microwave radio, Wi-Fi hotspots and Network Operating Centre (NOC). As of 31-03-2025; T&D work of 18,508 km and aerial OFC laying of around 15,075 Km length has been completed. The Total Project value is around ₹ 2937 crores including GST.

Further, ITI has received the Operation & Maintenance (O&M) work order for Package A, dated 23.08.2023 for the MahaNet-I (BharatNet -II) Project in Maharashtra, the total value of WO for Package A is ₹ 267.90 Cr (Excl. of GST) for 3 years including a 1-year warranty.

ITI received the Operation & Maintenance (O&M) work order for Package C on 18-08-2023 for the MahaNet-I (BharatNet-II) Project in Maharashtra, the total value for Package C of the O&M work order is ₹ 188.25 Cr. (Excl. of GST), the period of O&M is for 3 years which includes a 1-year warranty.

3. TanfiNet Project

ITI is executing a turnkey project for the provisioning of broadband connectivity across Tamil Nadu State. This project includes the laying of 1,924 Km Underground (UG) and 12,703 Km Aerial (OH) OFC. The total Project value including three-year O&M is around ₹ 458.24 Crs. As of 31 Mar 2025, T&D work of 1,669 km and aerial OFC laying of around 11,212 Km length has been completed. As on 31 Mar-25, a total value of around ₹ 250 Cr invoice submitted to Tanfinet against CAPEX amount of ₹ 371 Cr. Total GP and Blocks LIT UP scope is 3103 GPs and 109 Blocks spread across 10 districts of the southern part of Tamil Nadu, out of which 2596 GPs and 109 Blocks Completed up to 31 Mar-25. In FY 2024-25 We have submitted bills for ₹ 52.55 Crs and received payment for ₹ 48.74 Cr with LD of 2.2 Cr. We have also received AT certificate for 799 GPs and 27 Blocks into Block CC and 07 Blocks declared as Go-Live.

4. Andaman & Nicobar Islands

ITI has received an order worth ₹ 37.27 Crore from BBNL for the implementation of the BharatNet Phase-II project including Supply, Installation, Testing and Commissioning of OFC (underground) and GPoN Network as well as O&M (operation & maintenance) across the Union Territories of Andaman & Nicobar.

The total number of GPs in ITI scope i.e., 75 are lit in 7 blocks. A total order value of ₹ 27.91 Cr had been executed up to 31-Mar 2025.

We have submitted the invoices ₹19.59 Cr against Capex and received ₹ 15.54 Cr and BBNL deducted LD ₹ 2.76 Cr & penalty ₹ 0.21 Cr. Next milestone bill to be raised once exemption from BBNL received.

Project completed now it is under warranty (up to 15/06/2025).

(C) BSNL 4G West Zone: Supply and I&C of RAN

As part of the Atmanirbhar initiative, the Government of India has chosen BSNL for a prestigious project of indigenous 4G telecom equipment to achieve self-reliance in the telecom gear segment to fulfil domestic market needs and in response, ITI has been awarded an RQ order by BSNL vide APO dated 19-05-2023 followed by the circle's POs received in June/July 2023.

ITI along with TCS as a consortium partner under Phase IX.2 is executing a turnkey project for provisioning 4G mobile network for BSNL WZ states Maharashtra, Goa, Gujarat, Chhattisgarh, Madhya Pradesh & Mumbai LSA. The project consists of RF planning, engineering, supply, installation, testing, commissioning, integration and annual maintenance of the 4G mobile network at 23633 sites in the west zone. The total project value is approx. `2685.17 Cr.

As per the delivery schedule mentioned in the tender, the first milestone supplies of 23,633 radio equipment's have been delivered to the respective BA for all 5 circles of the west zone as per the priority sites/list given by the BSNL.

As on date, ITI has supplied 23,633 No's and has completed the Installation of 21,874 No's, Integration – 19583 No's and On Air – 20,792 No's. Also, ITI has billed an appx. amount of `2390.75 Cr. to BSNL.

(D) Defense Projects:

1. ASCON Phase-IV

The Company has signed a contract with the Ministry of Defense for the execution of the mega order of the Army Static Switched Communication Network (ASCON) Phase IV project worth ₹ 7,796.39 crore (CAPEX & OPEX). It includes Installation, commissioning, and maintenance of telecom equipment,

NMS, mobile nodes, and civil works for providing the complete infrastructure at various sites and roll-out of the optical fiber network. Contract value has been revised to ₹ 8,280.36 crore in Nov 2023.

In the network part, the project covers an IP-MPLS-based communication network with microwave radio & satellite spread across northern, northeastern, and western regions. There are a total of 66 MW radio links which includes 4 MW repeater links and 61 satellite nodes which includes 2 hubs. There are a total of 256 static nodes, 10 Zonal Centres and 2 Central Zonal Centres in the network. Furthermore, there are 86 Mobile nodes mounted on 8X8 Tatra vehicles housing the communication and power systems. The implementation of the project is to be completed in three years and thereafter it must be maintained for ten years including a two-year warranty. The project timeline has been revised on ITI request and the Project must be handed over to Army by Dec 2026.

For PoC activities, the test bed is set up in Delhi. The test bed has IPMPLS, Microwave equipment, Satellite equipment, power systems, UNMS and Net Synchronization equipment. As on date, the PoC test trial has been successfully completed for OFC, Microwave Radio, Satellite, Power systems, Network Synchronization, IPMPLS, UNMS and Test Instruments. The PoC test trial of the Mobile Node & Integrated POC is in progress and likely to be completed by Aug 2025.

Under project Rollout survey work on OFC, Equipment Nodes, Microwave, and civil construction are under progress. As on date, out of 166 optical links work is under progress for 146 links and in which AT is completed for 110 links covering 7521 km. The remaining links work is in progress and is likely to be completed by June 2026. Under civil construction, there are a total of 183 buildings (17 new buildings, 51 upgrade buildings, and 115 new infrastructure). Work is in progress for 125 buildings out of 183 buildings. Out of 36 Microwave towers work in 6 towers is completed and in 26 sites work in progress. Project Implementation in Region - 4 is under progress & it will be completed by Aug 2025.

Equipment Delivery and network roll-out is under progress. IPMPLS equipment's were delivered at 32 sites in which JRI of 20 sites is completed. Similarly, 5 type (Qty. 132) of Test Instrument were delivered at sites in which JRI of 4 type (Qty. 82) is completed. Delivery of 27 links (31 sites) microwave Equipment, Two Satellite Hub Antenna system & 79 sites FCBC of Power System is under progress & will be completed by June 2025. Delivery of all subsystem equipment's will be completed by March 26.

2. Airforce Projects

(a) G2G - Upgradation and expansion of AFCEL 3g WCDMA network to 4g LTE / 5g NSA network:

ITI is executing a turnkey project worth ₹ 233.16 crore for the Indian Air Force for the upgradation and expansion of the AFCEL 3G WCDMA network to 4G LTE/5G NSA network. It includes Installation, commissioning, and warranty of 2 Core Mobile Switching Centre, 4 Access sites and 469 eNodeB/gNodeB RAN sites.

2 Core (Prayagraj & Jaipur) locations and 4 Access (Wadsar, Bengaluru, Barnala, Bagdogra) locations include I & C of Power infra, cloud setup for 4G and 5G NSA core User plane and Control Plane, security solution for Network and video wall for monitoring of network.

A total of 469 RAN is to be installed at 167 geographical locations across India. 148 sites are existing sites, towers need to be upgraded to eNodeB (4G) and gNodeB (5G), 102 existing sites are to be upgraded to eNodeB (4G) only. 45 sites are newly built Sites (NBS) where the Tower foundation and civil, power works for providing the complete infrastructure have to be done. 100 eNodeB (4G) sites are In Building Solution (IBS) and 74 eNodeB (4G) sites are on Digital Mobile Relay Radio (DMRR) vehicles and operating on 700MHz frequency.

The project also includes Supplying and laying a 200 Km Optical fibre cable with accessories to connect the RAN site to the backhaul network wherever required.

At present, I & C of both core location and four access locations has been completed and Cloud setup is done with testing of 4G and 5G services. Security solution is also deployed and policy implementation work has been completed for NGFW. AT has also been completed at Core and Access locations.

As on date, out of 469 eNodeB/gNodeB 423 RAN sites have been installed and 412 RAN sites are ON Air. AT of 340 RAN sites is completed.

(b) FCI (IAF-1) Project: Upgradation of Ops Application Systems

ITI is executing a turnkey project for the Indian Airforce (IAF) for the Upgradation of Ops Application Systems in which Data Centers at 05 (Five) locations (Delhi, Mumbai, Bengaluru, Prayagraj and Shillong) have to be upgraded with Hyper-Converged Infrastructure (HCI) Technology. The Total Project value including 02 (TWO) years of warranty is ` 269.41 Crs.

The project is completed and is declared Go-live w.e.f. 01-10-2023. Presently, the project has been in the warranty phase since 01-10-2023.

3. NFS Project

Network for Spectrum (NFS) is a dedicated communications network. The telecom department (DOT) is setting up this network for the Defence Forces - in lieu of airwaves (Spectrum) to be vacated by Defence for civilian use.

This (NFS) mega network will be deployed with state-of-the-art Optical Fiber Cable (OFC) technology which will form the backbone optical highway infrastructure and serve as a highly resilient and reliable communication media for the Defence sector. Once complete, the state-of-the-art dedicated OFC network for the Army, Navy, and Air Force will enable improved voice and data communication and boost homeland security for the country.

The network is a highly resilient exclusive nationwide optical backbone covering total OFC routes, aggregating 57,015 km. The network will connect 414 Defence sites and access networks (i.e., 219 Army stations, 33 Navy stations & 162 Air Force). The PICG has been created for the planning, operations,

and maintenance requirements of this project on behalf of the Ministry of Defence.

The Defence NFS project consists of a total of approx. 57,015 km of OFC route, is divided into seven packages (A, B, C, D, E, F & G). BSNL, the implementation agency for India's Defence NFS (Network for Spectrum) optical fiber cable (OFC) project has awarded Purchase orders for all seven packages. Out of seven packages, BSNL has placed Purchase Orders on ITI Ltd for Package - F and Package- G. ITI Ltd Raebareli has been allocated Package-G. For this Package, BSNL PO value on ITI Ltd is `1267.30 Cr (Material + Services) + ` 550.56 Cr (AMC for 7 years for maintaining the network once it is laid) covering 7518 Km of OFC laying.

PKG-F: ITI Ltd Mankapur has been allocated Package-F. For this Package, BSNL PO value on ITI Ltd is `915.75 Cr (Material + Services + Restoration Services) + 322.47 Cr (AMC for 7 years for maintaining the network) covering 5791 Km of OFC laying for 102 Links. 98 links out of 102 links are commissioned in Package-F and turnover for Package F during the current FY: 23-24 is 14.7190 Crore and the Un-billed turnover booked in this FY is ` 21.4615 Crore.

PKG-G: As on date execution of 103 Links out of 110 Links has been completed, and the turnover for Package G during the FY: 23-24 (Incl. of GST) is ` 24.75 Cr.

(E) Airtel NLD Orissa:

ITI has received an order worth `26.73 Crore from Airtel for OFC laying, Trenching, and digging work for the NLD backbone for 824 Km. All work has been completed successfully and got an AT Certificate for 738.94 Km. Billing of ₹ 23.83 Cr has been done. AT is under progress for the remaining Kms.

(F) USOF Project:

ITI Limited is carrying out the Pilot Project in rural areas of Karnataka state for utilization of BharatNet under the Universal Service Obligation Fund (USOF) to execute indigenously developed technology utilizing E- band and 4G/LTE-based solutions. The purpose of this pilot project is to reap the benefits of innovation and strategy in the private sector, academic & research fraternity for better utilization and improved service delivery to the citizens by utilizing BharatNet. ITI has received a work order of worth ₹ 39.84 Cr. (Excl. of GST) from USOF. All allotted work has been completed.

MARKETING SERVICES AND PROJECTS (MSP)

The total turnover from the Corporate Marketing unit for the year 2024-25 was Rs. 914 Cr.

The MSP wise turnover breakup is given below:

1. MSP Karnataka

Total performance for the Financial year 2024-25: Rs. 22.19 Cr.

MAJOR PROJECTS:

- Video Conferencing project for OCAC – 6.46 Cr
- BNG RPOP Phase I – BSNL, Rs.5.4 Cr.
- ITMS Phase I & II – Odisha Mining Corporation Ltd, Rs. 3.81 Cr.
- ITMS Phase III – Odisha Mining Corporation Ltd, Rs. 0.15 Cr.
- OFC Laying 1, 2 & 3 – Southern Railway, Rs. 2 Cr.
- E-tendering, Rs. 1.62 Cr.
- OFC Work – TPCODL, Rs. 0.5 Cr.
- BNPM LAN Upgradation project – 5.08 Cr

2. MSP Delhi

Total performance achieved for the financial year 2024-2025: : Rs 73.49cr

MAJOR PROJECTS:

- Integrated University Management System
- CCTV AMC
- Computer Based Test
- Audio Visual Setup
- Skill Development
- etendering e-auction

3. MSP -Ahmedabad

Total performance achieved for the financial year 2024-2025: Rs. 69.28 Cr

MAJOR PROJECTS:

- GIDC, Gujarat State for setting up of ICCC and LED display boards at SANAND and BHARUCH Districts.

4. MSP Kolkata

Total performance achieved for the financial year 2024-2025: Rs.61.95 Crores

MAJOR PROJECTS:

- Design, Development, Implementation & Maintenance of IFMIS Solution for Finance Department, Govt. of Mizoram:
- Turnover achieved – Rs.5.86 Crore
- Design, supply, installation, testing and commissioning of IP Based CCTV Surveillance System along with associated works at Depot/Terminals, LPG plants and AFS under Indian Oil-AOD State Office:
- Turnover achieved – Rs.5.25 Crore
- Deployment of Resources at various Government Health Institutions across the State of Odisha for Implementation of OeHMIS project:
- Turnover achieved – Rs.10.85 Crore
- GPS Based Vehicle Tracking System for Assembly/Lok Sobha Elections of MP, Assam, Uttarakhand & Punjab:
- Turnover achieved – more than Rs.17 Crore in four states
- Replacement of Existing SDH Transport Network with IP-MPLS based Network for Unified Communication Backbone over All Division of East Central Railway:
- Turnover achieved – Rs.20.60 Crore
- Deployment of approx. 780 Technicians, Admin staffs & Housekeeping staffs at AIIMS, Kalyani:

  Turnover achieved – Rs.5.87 Crore

5. MSP Lucknow

Total performance achieved for the financial year 2024-2025: - Rs.250.00 Cr

MAJOR PROJECTS:

PI find top 3 projects undertaken by MSP Lucknow in FY 2024-25:

- UKBOCW Toolkit – Supply of toolkits – Project Value Rs.160 Cr
- UK Mining – Development and maintenance of Mining Digital Transformation & Surveillance System, Uttarakhand – Project Value Rs.94.53
- UKSWAN - Providing facility management services for the Uttarakhand State Wide Area Network (UKSWAN) by ensuring the smooth operation and maintenance of network infrastructure at all State, District, Block Headquarters in the Government Departments of Uttarakhand – Project Value Rs.52 Cr

6. MSP Chandigarh

Total performance achieved for the financial year 2024-2025: 19.72 Cr

MAJOR PROJECTS:

- WEBCASTING AND STREAMING OF EVENTS ON POLL DAY FOR LOK SABHA AND BYEELECTIONS in Himachal Pradesh Value 7.26 Cr

7. MSP - Mumbai

Total performance achieved for the financial year 2024-2025: 385.03Cr

MAJOR PROJECTS:

- SWM (ICT WASTE MANAGEMENT)
- CCTV/ LED Ahmedabad GUJRAT
- FMS-SERVICE
- CIVIL BOUNDRY WALL
- BMC- SITC- E BOOK
- PACS
- WEBCASTING

8. MSP Hyderabad

Total performance achieved for the financial year 2024-2025: 2.37 CR

MAJOR PROJECTS:

- CCMS by EESL- Order value is 11.6 Cr
- BBNMS by BSNL –Order value is 44Cr
- SOLAR PANEL by MEDA- Order value is 3.4 Cr
- STM Project by Southern Railway- order value is 100 Cr

9. MSP Chennai

Total performance achieved for the financial year 2024-2025: 22.24 Cr

MAJOR PROJECTS:

- Supply, Installation, Testing and commissioning of Video Surveillance System at 31 stations in chennai central-Jolarpettai and Arakkonam to Renigunta section of Chennai Division (Reach-III)-order value- 17.833 Cr
- Design, supply, installation, testing and commissioning of IP Based CCTV Surveillance System along with associated works at our Operating Locations, AFS and LPG Plants under Tamil Nadu State Office- order value- 5.99 Cr
- Supply, Installation, Commissioning, Maintenance of FTTH based Wi-Fi System on turnkey basis in Hostel Zones, Guest Houses, Administration Building, Students Activity Centre. Zone-A -NIT Trichy- order value 0.63Cr
- Development of Integrated command & control centre at kamarajar port Limited,Chennai- order value 16.57 Cr

10. MSP Guwahati

Total performance achieved for the financial year 2024-2025: Nil

MAJOR PROJECTS: Nil

11. MSP Bhopal

Total performance achieved for the financial year 2024-2025: Nil

MAJOR PROJECTS: Nil

12. MSP Trivandrum

Total performance achieved for the financial year 2024-2025: Nil

MAJOR PROJECTS: Nil

Markets served as entity:

a) Number of Locations

Locations	Number
National (No of States)	PAN India
International (No of Countries)	Nil

b) What is the contribution of exports as a percentage of the total turnover of the entity? Nil

c) A brief on type of customers:

The following are the Customers of ITI for supply of various Products, Services and Turnkey Products.

- Army, Navy, Indian Air Force and Ministry of Home Affairs
- PSU like BSNL (Bharat Sanchar Nigam Limited), MTNL (Mahanagar Telephone Nigam Limited),BBNL (Bharat Broadband Network Limited),EESL (Energy Efficiency Services Limited), C-Dot (Centre for Development of Telematics),BEL (Bharat Electronics),NTPC(National Thermal Power corporation)
- Central Government and State Government organizations like OPTCL (Odisha Power Transmission Corporation Limited),TANFINET (Tamilnadu Fibrenet Corporation Limited),MITCL (Maharashtra Information Technology Corporation Ltd),JCNL (Jharkhand Communication Network Limited)GFGNL (Gujarat Fibre Grid Network Limited),KSEDC (Karnataka State Development Council), KITE (Kerala Infrastructure and Technology for Education), UREDA (Uttarakhand Renewable Energy Development Agency), BREDA (Bihar Renewable Energy Development Agency), UPNEDA (Uttar Pradesh New& Renewable Energy Development Agency).
- Department Of Post, DoS (Department Of Space), DoAE (Deapartment6 of Atomic Energy), Railways.
- Private customers like Banks,Schools,Universities,Hospitals, TCS,Tejas Networks,RIIL(Rural Infratel International Limited),Aksnett,Keltron,Vodafone,Airtel.

1. EFFORTS UNDERTAKEN BY CORPORATE MARKETING DURING YEAR 2024-25:

As part of marketing activities, ITI through Corporate Marketing & MSPs is addressing all the major business opportunities in Telecom,

ICT, IT/ITeS, IoT, Defense, Software solutions, Smart Solutions, CCTV Surveillance, Geo fencing, etc.

- Submitted proposals to potential customers for Noida Safe City, Electric contract work at various locations of M/s Tata Projects.
- Participated in major tenders like BSNL Bharatnet Phase III, BSNL OLT, BSNL ONT, BSNL SDWAN, BSNL IE, EOI for PPDR
- Participated the RDSO RFP for LTE 4G and got offer from RDSO for Trials of 4G LTE-R systems in 500RKM in SCR in trial section Ex. Secunderabad(SC) to Bibinagar(BN) in Secunderabad-Raghunathpalli (SC-RGP) section and in trial section Ex. Lingampalli(LPI) toGullaguda (GGD) in Secunderabad-Vikarabad-Bidar (SC-VKB-BIDR) section- Received order of 5 Cr under execution.
- Received Bharatnet Ph-III Orders (Design, Supply, Construction, Installation, Upgradation, Operation and Maintenance of middle mile network of Bharatnet, in the Himachal Pradesh Telecom Circle West Bengal and Andaman & Nicobar Telecom Circles & NER-II (Arunachal Pradesh, Nagaland and Manipur) Telecom Circle and the projects are under execution
- Exploring new business opportunities through tenders and allotment of tenders to concerned MSPs and units.
- Approximately 280 vendors have been Empanelled in various category.
- Attended 13th Strategic Electronics Summit (SES) - Defence & Aerospace" - 17&18, July 2024, Bengaluru
- Presentation was conducted over VC for all MSPs on the following projects/products:
    - Integrated Traffic Management System, Vehicle tracking system, CCTV Surveillance, Smart classroom, Virtual Class Room, LED Display System, SDWAN, Networking.

RATING IN MEMORANDUM OF UNDERSTANDING:

During Inter-Ministerial Committee (IMC) meeting held on 28th June 2023, IMC recommended to exempt ITI Limited from signing of MoU for FY 2023-24 and 2024-25.

FUTURE OUTLOOK

The Company has undertaken many initiatives/ projects to boost the turnover and implement the Revival plan.

A. SD-WAN (Software Defined Wide Area Network) Solution

The software-defined wide area network market is poised to record a growth rate of more than 30% from 2022 to 2032. Gartner predicts the Indian SDWAN market will reach INR 2763 Crore by 2025. The increased demand for mobility services, as well as the rising emphasis of enterprises on lowering OPEX with SD-WAN, are expected to foster the software-defined wide area network (SD-WAN) market growth to a considerable extent.

ITI is in the process of selecting a suitable partner for the manufacturing of SDWAN products and solutions. PARTNER will be assisting ITI in setting up the production lines, designing, manufacturing, and testing the SDWAN solutions for the customers. A Capex investment of Rs. 5Cr is proposed for setting up the manufacturing and solution Infrastructure of the complete SD-WAN Solution in ITI.

B. BharatNet Project

ITI Limited is executing BharatNet Phase-3 Projects in Himachal Pradesh, West Bengal, and Andaman & Nicobar Islands, and North East states comprising Arunachal Pradesh, Nagaland, and Manipur. ITI Limited has signed an Agreement with BSNL for these three Packages (8,9, &15) for the execution of the project worth Rs. 6956 Crores. The BharatNet Phase-3 Project is divided into 16 Packages spread across the country for Design, Supply, Construction, Installation, Upgradation, Operation, and Maintenance of the middle-mile network comprising IP MPLS technology on a Design, Build, Operate and Maintain (DBOM) Model. Project execution is in progress.

C. Manufacturing of Multipost EVM:

An Electronic Voting Machine (EVM) is an electronic device designed to record and count votes in elections. EVMs are used to streamline the voting process, reduce errors, and increase efficiency.

The global electronic voting market size was valued at USD 1.1 billion in 2020 and is expected to grow at a CAGR of 9.5% from 2021 to 2028. India has been a pioneer in using EVMs, with a large market size driven by government elections. The Indian EVM market is expected to continue growing, driven by ongoing electoral reforms and technological advancements.

ITI has developed Multipost (S3-EVM) as per the specifications finalized by SEC/TEC and approved by the standing committee of State Election Commissioners (SECs). These Multipost EVMs can be used for conducting local body elections at Gram Panchayats, Municipal Corporations, or other institutions for conducting elections fairly. ITI has been authorized by the SECs to supply EVMs for the State Election Commission's requirement, depending upon the particular state requirement. Demonstration of Multi Post EVM completed for 13 State Election Commissions, and demo to the remaining State Election Commissions is in progress.

ITI received its first order of 500 EVM Control Units & Ballot Units from the State Election Commission of West Bengal, and manufacturing is in progress in the Bengaluru plant.

D. Implementation of Mono Crystalline (PERC) Solar Module Manufacturing facility 500 MW

The government has a very ambitious plan for the indigenous solar PV manufacturing ecosystem. In 2020, India adopted the 'National Programme on high efficiency solar PV modules' for achieving a manufacturing capacity of gigawatt (GW) scale in high efficiency solar PV modules. The mission aims to promote the manufacturing of high-efficiency solar PV modules in India and thus reduce import dependence in the area of renewable energy.

Over the past five years, India has made substantial progress in solar manufacturing. Solar module manufacturing capacity has tripled from 5.8GW in 2016 to about 39 GW in December 2022, and it is further expected to reach 110 GW by 2026.

Due to the advantages of High efficiency and less power degradation, the monocrystalline solar modules made with Mono PERC Solar Cell technology are being widely used in utility-scale solar projects and residential purposes. PERC solar panels can be used as regular rooftop photovoltaics, EV solar roof chargers, and solar sheds. Building Integrated Photo-voltaics (BIPV), water surface power stations, and much more.

ITI is planning to implement a 500 MW Solar Module in-house manufacturing facility with High Efficiency Mono Crystalline Solar Cell with an investment of Rs. 80 Cr in the year 2024-25.

E. 4G RAN Manufacturing

ITI Limited has bagged a Purchase Order (PO) from BSNL worth Rs 2421.49 Crores for its 4G rollout under Reservation Quota (RQ) Order in the West Zone. The scope of work includes Planning, Engineering, Supply, Installation, Testing, Commissioning, integration, and annual maintenance of 4G Mobile Network for 23,633 sites in the West Zone

of BSNL Network. ITI has upgraded the manufacturing infrastructure for mass manufacturing of 4G and future technology products. Currently, ITI is manufacturing RRU (Remote Radio Unit), BBU (Base Band Unit), and ODC (Outdoor Cabinet) to supply against the BSNL RQ Order. The production of 4G RAN for this order (23k+ manufactured under ToT from Tejas) has been completed, and the units are under different phases of Installation and commissioning in the BSNL network. Awaiting orders for 20% of Saturation Sites.

ITI has also entered into a Transfer of Technology with CDOT for the manufacturing of 4G LTE RAN to be deployed for the BSNL network. ITI has received a Purchase order for Technological trials of indigenous 4G RAN from BSNL. ITI is also manufacturing Radio units for deployment in the Railway network in Secunderabad region. ITI is also exploring export opportunities of 4G RAN

F. Multi-Service Platform (MSP)/ Security Operation Centre (SOC):

ITI has set up a Multiservice Platform/Security Operation Centre (SOC) in its Data Centre in Bengaluru. Various IT and security services like Identity Access Management, Email Security, Data Loss Prevention, Distributed Denial of Service (DDOS) Mitigation, Network Access Control, Endpoint Protection, Detection & Remediation, SIEM (Security Incident and Event Management), and Threat Intelligence & Advisory would be provided to various clients to fulfill their network security requirements. ITI is exploring providing cybersecurity services through suitable partner.

G. Major R&D initiatives taken by the company:

Research & Development (R&D) located in the Bengaluru plant is designing & developing Communication Equipment to support manufacturing and keep abreast of State of technologies in the field of Electronics & Communications. R&D has core strength in design & development of Encryption systems to secure Communication Networks and also in development of Network solutions & other diversified products like EVM, DMR, SEM, etc. The necessary infrastructure to aid design & development is available in the form of Test Instruments, Software design tools, CAD design tools, Reliability lab, EMI/EMC test lab, and Telecom testing lab.

In the Financial year 2024-25, R&D was involved in development/ upgradation/Initial Field Trial/Training activities of the following Projects.

The following projects are undergoing in the year 2024-25:

a. Encryption Systems for Defence & Paramilitary forces like PMO-DCN, Air Force, Eastern command, ITBP, IB-MHA, etc. (On-going)
b. Network solutions for Communication Network; NFS & ASCON P4. (On-going)
c. Development of Encryption Algorithms. (Spare algorithms being developed)
d. Getting the CPC approval for crypto products with proprietary Algorithms (On-going)
e. Support for legacy secrecy products supplied and networks executed to Defence. (On-going)
f. Design and development of Power supply modules
g. Electronic Voting Machine (EVM) (Prototype development completed and demonstrated to the SECs of 13 states of India. To be fine-tuned as per the customer's requirement)
h. Digital Mobile Radio (DMR) System (VHF/UHF handheld, Base station & Repeater, along with NMS prototype development and fine tuning is in progress)
i. Smart Energy Meter (SEM) (Prototype development completed & testing is in progress)
j. Integrated TESD (Upgradation of TESD) (Prototype development is in the final stage)
k. VHP (Versatile Hardware Platform) (Prototype development in progress)
l. FCE (Field Cipher Equipment) MK II for Army (Prototype development in progress)
m. E1 Encryptor for Eastern Command (Army) (equipment supplied and algorithm evaluation with SAG is in progress)
n. Initiation of HF Man-pack (SDR) (Initial study phase).
o. As per the PMO-DCN requirement, initiated the design and development of the encryption system NGN/Flexi EDU-IP.

H. SMAASH PC and Laptops:

ITI's Smaash-branded Mini PCs have strengthened their presence in the market through technological upgrades, incorporating newer generation processors. These compact computers, known for their energy efficiency and small form factor, are complemented by the Smart Power Station, a green energy solution that functions as a UPS and accepts power from both solar and grid sources. This innovative combination allows for minimal grid reliance and significant energy savings. Furthermore, these devices hold international certifications such as CE, FCC, RoHS, BIS, and Energy Star.

ITI has ventured into the field of manufacturing and marketing of laptops and has hosted two models, namely ITIB14LI5 / ITIB15LI5, in the GEM portal. Both these models are duly certified by BIS, ROHS, CE, BEE, and FCC.

ITI Limited, Palakkad unit, has received Purchase Orders from Kerala Infrastructure and Technology for Education (KITE), Kerala State Electronics Development Corporation (KSEDC), and others for the supply of more than 9500 Nos of ITI-made laptops.

I. High-Capacity Radio Relay (HCRR)

High-Capacity Radio Relay (HCRR) systems are advanced communication technologies that enable high-speed data transmission over long distances. Here's an overview of HCRR systems.

HCRR systems provide long-distance connectivity, bridging communication gaps in remote or underserved areas. HCRR systems enable fast data transmission, supporting applications that require high bandwidth and low latency.

ITI is in the process of selecting of Technology partner for the manufacturing of the HCRR system.

J. Indian Regional Navigational Satellite System (IRNSS)

The Indian Regional Navigation Satellite System (IRNSS), also known as NavIC (Navigation with Indian Constellation), is a regional navigation satellite system developed by India. IRNSS can be used for navigation in various modes of transportation. IRNSS can aid in locating damaged areas and safe areas to provide a quick rescue solution. IRNSS can be used for tracking and managing vehicles and fleets. IRNSS signals can be integrated with mobile phones for various applications. IRNSS provides precise timing information.

ITI is in the process of selecting of Technology partner for the manufacturing of the IRNSS system.

K. Data Centre and IT Business:

The ITI Bengaluru unit has expanded the Data Center with more than 1000 rack capacity. ITI Data Centre is MeitY empanelled cloud service provider & audited by Standardisation Testing and Quality Certification (STQC) for services including Government Community Cloud-(GCC) (Caged services), public cloud & private cloud. The Data Centre facility

has Tier III certification, i.e., ANSI/TIA-942-B. The TIA-942 Certification Program enables data centres to be reviewed and certified for conformity to the requirements of the globally-recognized ANSI/TIA-942 standard, providing greater assurance to customers and stakeholders. ITI Data Center is CMMi level 3 certified, ISO certified under various categories, viz. ISO 20000-1:2011, ISO 27001:2013, ISO 27017: 2015 & ISO 27018:2019.

ITI Data Center has the capability to offer a wide spectrum of service portfolios, including high-density hosting services, Cloud services, Managed security services, on-demand services, Professional services, Security Operations Centre (SoC), and Managed IT services. ITI has signed an MOU with BSNL for providing Data Centre service to its Enterprise and Government clients.

L. Telecom Testing Lab:

As per the guidelines issued by DoT for Mandatory Testing and Certification of Telecom Equipment (MTCTE), all telecom equipment must undergo mandatory testing and certification before sale, import, or use in India.

NABL Accreditation was awarded to ITI's EMC Lab first time on 27.08.2021, valid till 26.08.2023. The EMC Lab has been upgraded to test MIL systems according to MIL 461 E/F/G standards, which is expected to generate more business in FY 2023-24. Designation of ITI EMI/EMC Lab for CAB (Conformity Assessment Body) status obtained from TEC Delhi on 17-12-2021, valid till 16.12.2024.

M. Start-up hub:

ITI has always been the front-runner in the nation-building and implementation of the Government of India's policies. With a vision to contribute to the Start-up India mission of the Government of India, ITI is in the process of establishing a 1000-seater Start-up hub in a phased manner at the ITI Bengaluru plant for encouraging start-ups in the country. ITI's vision for the Start-up hub is to help Start-ups convert their Innovations to Pilot Products quickly through Rapid Prototyping facilities under one roof. These Startups are working in the field of development Drones for Agriculture, Defence and Public announcement, captive 4G and 5G solutions Digital Mobile Radio, High Capacity Radio Link and Unlicensed Band Radios, Electronic Warfare, Anti-Drone technologies and Radar based devices, design, development and manufacture of Charge Control Unit (CCU) and Remote Monitoring System for Solar Street Lights, RF Antenna system for Defence Testing.

Our objective is to manufacture Successful products in-house and market them. 168-seater start-up hub, along with Amenities like a dedicated corporate hub meeting room, demo room, and highly secure Wi-Fi connectivity, is functional.

N. Manufacturing of Digital Mobile Radio (DMR)

Digital mobile radio DMR is an open standard for digital mobile radio communications, designed to provide secure, efficient, and reliable communication for businesses, public safety agencies, and industries. The global market size for Portable DMR Repeaters was valued at approximately USD 1.25 billion in 2023 and is projected to reach around USD 2.7 billion by 2032, growing at a Compound Annual Growth Rate (CAGR) of 8.5% during the forecast period.

As a Part of the Prime Minister's Atma Nirbhar Scheme, ITI has developed DMR in the VHF & UHF bands. These radios have been developed along with base stations and Repeater stations as a replacement for Motorola/Kenwood radio sets, which are currently being imported. These digital radios will have widespread usage with the Armed Forces, CAPFs, Railways, and various other Government agencies. The radio sets will also have built-in SAG-approved Grade 4 necessary for use by the Armed Forces. ITI has completed the demonstration of the VHF DMR Hand Held Radio to Indian Railways, and upgradation is in progress for observations raised by the Customer.

CONTRIBUTION TO EXCHEQUER

During the year, your Company has contributed Rs.288.61 Crore to the Exchequer towards duties and taxes.

PUBLIC DEPOSIT

The Company did not accept any deposits during the year 2024-25.

CREDIT RATING

Details of all credit ratings obtained by the entity along with any revisions thereto during the relevant financial year, for all debt instruments of such entity or any fixed deposit programme or any scheme or proposal of the listed entity involving mobilization of funds, whether in India or abroad:

During the year under review, the Company had obtained following credit ratings w.r.t. working capital facilities availed from Banks:

Name of Agency	Rating	Date of Rating
ICRA Limited	Long -term Rating of [ICRA]BB- Short-term Rating of [ICRA]A4	24.05.2024
ACUITE Ratings & Research Limited	Long -term Rating of ACUITE BB-|Stable|Upgraded (For Bank Borrowings of Rs. 1890 Cr.) Short Term Rating of ACUITE A4 | Reaffirmed (For Bank Borrowings of Rs. 2390.53 Cr.)	04.10.2024
India Ratings and Research	IND BB+/Stable/IND A4+/ Assigned (for Bank Borrowings of Rs. 4851.69 Cr.)	21.05.2025

JOINT VENTURES

INDIA SATCOM LIMITED (ISL)

India Satcom Limited (ISL) is a joint venture between Chris Tech Systems Pvt. Ltd. and ITI Limited, with Chris Tech Systems Pvt. Ltd. holding a 51% equity stake and the remaining equity held by ITI Limited.

India Satcom Limited (ISL) has executed a Joint Development Agreement to develop its own immovable property into a world-class Software Technology Park, titled "Silicon Forest." The master plan, designed by Pei Cobb Freed & Partners, USA, an internationally acclaimed architectural firm, adheres to the stringent standards required for the IGBC Core and Shell Gold Certification, reflecting ISL's commitment to sustainable and eco-friendly development.

All key statutory and regulatory approvals from the Government of Karnataka, the Environment Impact Assessment Authority, Pollution Control Board, Fire and Emergency Services Department, Airports Authority of India, BESCOM, BWSSB, HAL and BSNL have been obtained. Construction will commence shortly upon receipt of the final plan sanction, marking a significant milestone in ISL's growth and infrastructure development.

ISL has developed "SatPAY," a state-of-the-art payment aggregator software equipped with AI-driven customer support and advanced features such as fraud detection. The company is in the process of obtaining the requisite Government licenses and will offer SatPAY as a SaaS platform to Government and Private enterprises for seamless online payment integration. ISL has

successfully secured software export orders, thereby strengthening its global business presence.

These initiatives are expected to generate employment for around 1,000 people and create infrastructure to support 25,000 software professionals. ISL's net worth is projected to exceed ₹1,500 crore within the next few years.

There was no Company which became or ceased to be subsidiary, joint venture or associate of the Company during the year under review.

The salient features of the Financial Statement of Joint Venture Company are furnished in form AOC-1 which is appended to this report as Annexure 1.

QUALITY

ITI Limited is always committed to Quality and we understand that Quality encompasses all functions.

Conscious of the importance of the quality, since the very beginning of its incorporation, the company has introduced many quality procedures and practices and has established various Quality Management Systems and necessary infrastructure over the years.

The Company has created the required Infrastructure by establishing state-of-the-art test facilities like environment test chambers, high altitude test facilities, bump & vibration test facilities, calibration facilities for electronic test instruments, EMI / EMC test facilities, etc. Facilities for Highly Accelerated Life Testing (HALT), Highly Accelerated Stress Screening (HASS) and combined environmental testing have been established for enhancing product reliability. Around two Labs have been accredited by NABL.

Requisite competency on various aspects of quality and reliability has been built by imparting training to the employees every year for ISO under on-going competency development programme.

Efforts are paying benefits to the Company in many ways like improving our processes, reducing costs and improving profitability, enhancing customer satisfaction and earning goodwill, trust and reputation. With all these infrastructure in place along with necessary available competency and very high level of quality awareness within the company we are poised to comfortably meet any forthcoming challenge on this front in future. The Company is continuously following all the methods & procedures for maintaining the Quality in all spheres.

ITI Units are certified for ISO based Quality Management Systems i.e ISO 9001:2015, ISO 14001:2015 Environment Management System and ISO 45001 Occupational Health and Safety Management.

NABL Accreditation in compliance with IS/IEC 17025:2017 for Smart Energy Meter LAB ID C-1509 Certificate No.CC-3210 desktop surveillance audit conducted on 18/03/2024, validity extended up to 09/03/2025. NABL Accreditation renewal process is underway.

TSEC (Technical Specification Evaluation Certificate Issued by QA of BSNL) for

- Radio Modem in ISM Band (Type B)
- Permanently Lubricated HDPE Telecom Ducts
- Executive Telephone System
- Optical Fibre Cable (various Types)
- Fiber Distribution Management System Type-III-B
- Electronic Telephone Instrument with CLIP & Two way speaker feature(Type-I)

BIS (Bureau of Indian Standards) Certification for

- Smart Energy Meter
- Crystalline Silicon Photovoltaic (PV) Modules
- Smaash PC
- Laptops

I**EC (International Electro-Technical Commission) certificate for** "Solar PV Module"

TEC (Telecommunication Engineering Centre) Type Approval certificate for EMI / EMC Lab at Bengaluru Plant

NABL Certification

- EMI/EMC Lab at Bengaluru Plant
- Smart Energy Meter Calibration Laboratory at Palakkad Plant

Accreditation of VSSC (Vikram Sarabai Space Centre, Trivandrum) for Component Screening, Test & Evaluation, Assembly & Testing of flight Packages.

Environmental Protection and Conservation:

The Company's Units are spread across the Country at different locations viz. Bengaluru, Mankapur, Rae Bareli, Naini, Palakkad and Srinagar. Environment Protection & Management of the Units is governed by various Acts & Rules like The Environment (Protection) Act, 1986, The Air (Prevention and Control of Pollution) Act, 1981, The Water (Prevention and Control of Pollution) Act, 1974, Hazardous Waste (Management, Handling and Transboundary Movement) Rules, 2016, The Solid Wastes Management Rules, 2016, etc. All the Units comply with the applicable Acts and Rules.

MANPOWER

The Company recognizes the importance and contribution of its Human Resource in providing the competitive advantages. It emphasizes on upgrading the skills and capabilities of its employees to improve their productivity. The company is conducting training and workshops in new and strategic areas, so that its employees are ready to face challenges in the coming years. HR initiatives are focused on developing team spirits, employee's empowerment and their involvement in various activities. All HR efforts are in alignment with the business priorities and with an objective of smooth transition to latest Technology.

EMPLOYEES STRENGTH

- Employee Strength at the end of FY 24 – 25 i.e., 31st March 2025 was 1368, out of which 322 employees were female.
- As on 31.03.2025, there were 223 Employees belonging to SC Category, 38 Employees belonging to ST Category and 298 Employees belonging to OBC Category.
- 10 Employees on Tenure / Contract basis, 5 Young Professionals were recruited during FY 2024-25.
- There were 11 Employees belonging to PwBD categories and 12 employees belonging to Ex Servicemen category, on the rolls of the Company at the end of FY 2024-25.

INDUSTRIAL RELATIONS

ITI has glorious tradition of building and maintaining conducive employee – employer relationship environment. The Industrial relation scenario in the Company was cordial throughout the year. Employees Union and Officer Association extended their co-operation and support in ensuring smooth work flow and helped to meet the Company's Objectives.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As per the requirement of Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act 2013, and Rules made there under, Company has constituted Internal Complaints Committees (ICC) to redress complaints received regarding Sexual Harassment at all Units. All Employees (Regular, Contract, Temporary, Trainees) are covered under this Policy. Company has complied with the provisions relating to the constitution of ICC and during the year no cases / complaints have been filed under the Act.

DEVELOPING EMPLOYEES CAPABILITIES & COMPETENCIES

ITI Limited recognizes the importance of employee development by improving their skills and competencies, equipping them to handle future challenges successfully.

HUMAN RESOURCES EMPLOYEE DEVELOPMENT:

i) Training & Development:

In today's fast-paced era of globalization, where technology is advancing rapidly, it is essential for organizations to acquire relevant skills and knowledge. To effectively tackle emerging challenges, organizations are placing significant emphasis on developing new talent, enhancing existing capabilities, and building overall capacity. A well-trained workforce is the cornerstone of business success, with skills and knowledge serving as key drivers of the company's growth and long-term sustainability.

The main challenge for the organization right now is a shortage of skilled personnel, largely due to the attrition of trained and experienced employees. The HR Department meticulously designs training and development programmes, leading to improvements/overcoming the difficult circumstances and the lack of the required set of skills. ITI Limited has adopted a strategy that prioritizes employee training, development, and capacity building through a systematic and need based planning approach that includes identifying training needs, creating and customizing training courses etc.

Learning is a core value at ITI Limited. Acknowledging the importance of building capabilities for both current and future roles, the organization has established comprehensive training facilities through Employee Development Centers (EDCs) at all its plants - Bengaluru, Palakkad, Mankapur, Rae Bareli, and Naini. The Learning and Development function is dedicated to equipping employees with the necessary skills in technology, business understanding, and leadership to meet future challenges. Training is delivered through multiple modes, including classroom sessions, online platforms (web-based and video conferencing), and e-learning, with an increasing focus on technology-driven platforms.

With a strong focus on aligning with the Company's business objectives, the organization emphasizes employee-centric skill development in both technological and managerial areas, as well as in customer relations and quality. The Company is committed to enhancing skills in emerging telecom technologies by actively engaging with key institutions such as the National Center for Communications Security (NCCS), DoT, Ministry of Statistics & Programme Implementation (MoSPI), National Communications Academy - Finance, Department of Public Enterprises (DPE), Centre for Development of Advanced Computing (C-DAC), CSI-Bengaluru Chapter, SIG-Formal Methods of the Computer Society of India, and Indian Institute of Material Management (IIMM) etc. In addition, the Company has accelerated HR learning interventions and employee development initiatives to support this growth.

Employees get regular access to enhance the skills/knowledge on areas like new technology/general training courses such as AI Powered Defence, Internet of Things (IoT), Cyber Security, Essentials of Telecom Security Testing, Telecommunications Standardization Awareness Workshop, RTI Act, e-Governance, Government E-Marketplace (GeM) Procurement, POSH Act, LTC Rules, Preventive Vigilance, Best Practices in Supply Chain Management etc.

In order to develop and improve their abilities, knowledge, attitude, and exposure to new technology, in total 89 programmes were organized/coordinated and 1460 employees (approx., 639 employees have attended one or more programmes) have been trained during the FY 2024-25. ITI Officials have been nominated for external training programmes, workshops and webinars organized by various Governmental organizations/private institutions in the most important fields. These training programs help the people cultivate their capacity for managing change, their innovative methods, their ability to think critically, and their positive outlook on creating a high-performance work culture.

In a nutshell, in respect of Employee Development - training performance of ITI Limited during the FY 2024-25 is as follows:

Details	Training (IH/EN)		Total
	In-house (IH)	External (EN)	
No. of programmes	43	46	89
No. of people trained	822	638	1460
Training Man-days achieved	496	327	823
Details	**Training (IH/EN)**		**Total**
	In-house (IH)	**External (EN)**	
Male employees trained	463	381	844
Female employees trained	359	257	616
SC/ST employees trained	140	136	276

Note: IH-In House, EN: External Nomination

In addition, the iGOT (Integrated Government Online Training) Karmayogi platform was launched by the Indian government as part of the National Programme for Civil Services Capacity Building - Mission Karmayogi. This platform integrates five core functional areas: Online Learning, Competency Management, Career Management, Discussions and Networking.

ITI employees have taken online trainings to improve their knowledge and skills on various topics under iGoT Karmayogi Platform. Total 2154 (Unique 141) Officials have completed one or more trainings during the FY 2024-25.

Talent Development:

At ITI Limited, we are committed to the holistic development of our employees, recognizing that nurturing our talent is as important as advancing our products. We firmly believe that supporting our employee through comprehensive training and development programs is essential to equip them with insights into the latest global trends in technology and innovation, thereby giving them an edge in both their personal and professional growth.

A person can establish themselves as an expert in a specific profession by developing strong skills and knowledge. A skill refers to the ability to effectively carry out a task at work. When employees have the right skills to complete their duties, their performance improves. Training programs play a key role in helping employees improve these skills. Training involves re-educating and updating employees when new technologies, techniques, or systems are implemented to ensure they fulfil the particular demands of their roles. Moreover, professional development activities can support employees in advancing their careers.

ii) Skill Development and Capacity Building:

Skill Development training is an initiative taken by Central Government to enhance the employability of unemployed people or school drop outs by giving training in the emerging or the prospective areas of employment. Skill Development is significant in the overall development of a student/ individual. Personal development & learning skills will not only increase the opportunities but will also empower an individual. Skills like communication go a long way in aiding the overall development of students/trainees. Skill development trainings provide significant benefits such as increased employment opportunities, enhanced career development prospects, personal growth, greater knowledge and understanding of the local industry.

As a part of 'Skill India' Flagship program, ITI Limited started imparting Skill Development and Capacity Building trainings at Six training centers of ITI. The Company not only develops the skill sets of its own employees by imparting training through its HR-Employee Development Centers located at Units (i.e., Bengaluru Plant, Palakkad Plant, Rae Bareli Plant, Mankapur Plant, Naini Plant and Srinagar Plant) but also offer training and education to young individuals through Apprenticeship training, In-plant/project training etc.

The Company is actively involved in imparting Skill Development training in collaboration with the Electronics Sector Skills Council of India (ESSCI), 46 students have successfully completed training in various module/job roles. ITI is also engaging and imparting training to Graduate Engineers, Diploma (Technicians) and ITI Trade Apprentices in various trades under the Apprentices' Act / National Apprentices Promotion Scheme (NAPS).

In addition, as a part of capacity building, the Company is imparting training to the students of Engineering / Management to carry out their Internship/ In-plant, Project and Adoption of ITI (Specialized Industrial Trainings) and Industrial Visit etc.

The number of participants trained/imparted Capacity building/Skill Development training during the FY 2024-25:

Sl. No	Skill Development /Capacity Building	No. of participants
1	Digital Cable Technician	18
2	Pick and Place Assembly Operator	28
3	ITI Trade Apprentices	75
4	Diploma/Technician Apprentices	64
5	Graduate/Engineer Apprentices	27
6	In-Plant Training (ITIL module)	143
7	Project Training (ITIL module)	56
8	Industrial Visit (ITIL module)	1741
9	Adoption of ITI / Specialized Industrial Training (ITIL module)	69
TOTAL		**2221**

IMPLEMENTATION OF OFFICIAL LANGUAGE ACT, 1963

All Units/Marketing services and Projects ("MSP") have established "Check-Points" in their departments to make effective implementation of the Official Language Policy. Monitoring is being done by the respective Official Language Implementation Committee constituted in every Unit/MSP.

The Progress of Implementation of Official Language in corporation office as well as in all subordinate Units/MSP is being periodically reviewed by the OLIC of corporate office.

Units/MSP at Naini, Rae Bareli, Mankapur, New Delhi, Mumbai, Lucknow,Hyderabad & Corporate Office have been notified in the Gazette of Government of India under the OL Rules 10(2) & (4), 1976 after more than eighty percent (80%) of the staff working knowledge of Hindi in these Units/MSP.

ITI Limited, Corporate Office is regularly sending the Quarterly Progressive Report to the Ministry of Communication, Department of Telecommunication, New Delhi as well as Dy. Director (Implementation), Regional Implementation Office, Bengaluru. We have also sent Half Yearly Hindi Progress report to Secretary, Town Official Language Implementation Committee (Undertaking), Bengaluru and Annual Assessment Report to Ministry of Communication, Department of Telecommunication, New Delhi. After reviewing our quarterly report & Annual report Corporate Office has been receiving appreciation letter for the last one year from Deputy Director (Implementation), Regional Implementation Office, Bengaluru.

On 11 November, 2024, Shri. Jitender Kumar Arya, Joint Director (OL) & Shri Rajesh Ranjan, Senior Translation Officer, Ministry of Communication, Department of Telecommunication, New Delhi, has inspected ITI limited, Registered & Corporate office of Official language department in connection of official language policy implementation.

After inspection an appreciation letter received in the review report sent to the Chairman and Managing Director by Shri. Jitender Kumar Arya, Joint Director (OL), Ministry of Communication, Department of Telecommunication.

ITI Limited, Corporate Office had received Consolation Prize for **"Official Language Performance Excellence Award"** on 04.12.2024 for the year 2023-24 by Town Official Language implementation Committee (undertaking), Bengaluru for progressive use of Hindi and implementation of Official Language Policy in Corporate Office.

On 18 February, 2025, Shri. S. Balachandra Iyer, Dy. Director General (C & A) & Shri Kamal Swaroop, Deputy Director (OL), Ministry of Communication, Department of Telecommunication, New Delhi, has inspected ITI limited, Registered & Corporate office of Official language department in connection of official language policy implementation.

In order to enhance working knowledge of Official Language of employees, internal training programs are conducted with support of internal/external faculties. Besides, employees are also encouraged to take part in Hindi Prabodh, Praveen, Pragya & Parangat examinations for which financial incentives are given to qualified employees.

"Hindi Fortnight" was organized in the year 2024-2025 in all the Units and MSP offices and various events were organized for employees during this fortnight. Bilingual (i.e English and Hindi) website of the company is being regularly updated.

VIGILANCE

1. Overview of Vigilance Functioning: The Vigilance Department of ITI Limited is headed by Smt. Deepa Chawla, IRAS, who holds the position of Chief Vigilance Officer (CVO) as an additional charge. The department actively focuses on preventive vigilance, punitive vigilance, participative vigilance and surveillance to identify systemic deficiencies and advise the management on measures to streamline operations, thereby ensuring recurrence is prevented. Complaints received through various channels—including ITI Management, postal correspondence, email, online portal, Central Vigilance Commission (CVC) and the Department of Telecommunications (DoT)—are diligently investigated and taken to their logical conclusion.

2. Vigilance Awareness Initiatives: In line with the directives of the CVC, ITI Limited observed Vigilance Awareness Week from 28th October to 3rd November 2024, with the theme "Culture of Integrity for Nation's Prosperity" across its Corporate Office, Manufacturing Units, NS Unit, Marketing Services Provider (MSP) offices, and other business establishments. Further, an Intensive Awareness Campaign on PIDPI (Public Interest Disclosure and Protection of Informers) was conducted from 16th August to 15th November

2024, through banners, posters, and ITI's website across all units. Around 20 officials from ITI participated in the Vigilance Marathon organized by the Vigilance Study Circle – Bengaluru (VSC-B) on 27th October 2024.

3. Capacity Building and Outreach Activities: As part of capacity-building initiatives, 55 officials attended training programs conducted by prestigious institutions in Bengaluru on topics such as: Vigilance Perspective in Tenders & Contracts; Public Procurement; Cyber Hygiene & Security; Ethics & Governance; Lessons from Indic Scriptures on Integrity & Ethics; CTE Type Inspection; Quality, Technology & Innovation

4. During Vigilance Awareness Week, pledge-taking ceremonies were held across units on 28th October 2024, marking the commencement of the week. Competitions such as Essay Writing (VAW-2024 theme) and Quiz (CDA Rules, Procurement, and General Awareness) were conducted at the Corporate Office, NS Unit, Manufacturing Units, and Business Establishments, with enthusiastic participation from employees. Outreach activities were also held at various educational institutions, including: ITI Vidya Mandir & ITI Central School, Dooravaninagar, Bengaluru; Rhyan International School & Central School, Raebareli; St. Michael Convent School, Mankapur; Uccha Prathmik Vidyalaya, Chaka Block, Naini. In-house training sessions were conducted in collaboration with Bengaluru City Police on Cybercrime & Security, with over 100 participants from Bengaluru-based units. Training programs on Cyber Hygiene & Procurement were also held at the Manufacturing Units in Palakkad, Raebareli, Mankapur, and Naini. The Valedictory Functions were organized on 4th November 2024 across all units, where prizes were distributed to winners of various competitions.

5. Systemic Improvements: a) Biometric Attendance for Outsourced Workers: Bengaluru-based units have implemented biometric attendance systems for outsourced workers, with payments to contractors linked to attendance records. The system is currently being extended to other units. b) Online Leave Management: Attendance of on-roll employees is recorded through biometric systems, with leave regularization being managed via an online platform.

6. Vigilance Complaints Monitoring: The Vigilance Department regularly reviews and monitors complaints received through designated channels. Complaints warranting investigation are taken up in line with CVC guidelines. The status of vigilance complaints handled during the year 2024–25 is as follows:

Opening Balance	Received	Total	Disposed	Closing Balance (Nature)
3	44	47	40	7 (HR: 5, Contracts: 2)

IMPLEMENTION OF RIGHT TO INFORMATION ACT, 2005 (RTI)

There exists a mechanism in ITI Limited to process all requests received by Corporate Office/Units under the Right to Information Act, 2005. All Units and Regional Offices of ITI Limited have designated Public Information Officer (PIOs) and at corporate office, we have Assistant Public Information Officer (APIO), Central Public Information Officer (CPIO) and First Appellate Authority (FAA) to address the mechanism of RTI application, other transparency related activities and first appeal, if any. Quarterly online RTI returns are uploaded on Central Information Commission (CIC) portal and also same are published on our Company website. All cases referred to CIC by applicants as second appeals have been successfully addressed and complied in totality to CIC decisions. ITI has been processing and replying the RTI applications with complete transparency and accountability in accordance with RTI Act, 2005.

During the FY Year 2023-24, 459 applications under RTI have been received. Information was provided for 477 RTI applications including 20 RTI applications carried forward from previous years. 30 applications under RTI were transferred by other PA. The Central Information Commission ("CIC") has online RTI portal for filing online RTI requests for seeking information for convenience of the applicants. Out of the 477 replies, reply/information was provided online for 76 cases. Quarterly online RTI returns were uploaded on the CIC portal and also same information were published on the Company website. All cases referred to CIC by the applicants as Second Appeals have been successfully addressed and complied in totality to CIC decisions.

AUDIT

- **STATUTORY AUDIT**

  M/s. B K Ramadhyani & Co LLP, Chartered Accountants, Bengaluru were appointed by Comptroller and Auditor General of India (C & AG) as Statutory Auditors for 2024-25 for Bengaluru Plant, NS Unit, Corporate Office, 8 Regional Offices and Consolidation of accounts. The Board of Directors has fixed remuneration of Rs.700000 + GST for standalone, Rs.100000 + GST for consolidation and Rs.600000 + GST for 8 ROs. The fee fixed for certification for Quarterly financial results is Rs.70000 +GST for standalone and Rs.30000+ GST for consolidation for Q1, Q2 and Q3.

  In addition, travelling and out of pocket expenses incurred are also reimbursed at actuals. The total amount paid to the statutory auditors for other services rendered by them to the Company during 2024-25.

- **AUDITORS' REPORT**

  Auditors' Report on the annual accounts for the financial year 2024-25 and the comments of the C&AG under Sec 143 (6) (b) of the Companies Act 2013 on the Annual accounts are appended to this report. Reply to observations of Statutory Auditors and C&AG are attached as addendum to this report.

  During the year 2024-25, there has not been any fraud reported by the Statutory Auditors of the Company.

- **BRANCH AUDITORS**

  The following firms of Chartered Accountants were appointed by Comptroller and Auditor General of India as Branch Auditors for different plants of the Company for the year 2024-25.

Sl. No.	Unit	Name of the Firm
1.	Rae Bareli	M/s. Chandnani Singh & Associates (CR4673)
2.	Naini	M/s. Vinay Kumar & Co (CR0165)
3	Mankapur	M/s. P N G & CO (DE1569)
4.	Palakkad	M/s. M/s. Balaram & Nandakumar,(SR3682)
5	Srinagar	M/s. U S A & Company (SPJ242)

The fee for Branch auditor for Rae Bareli is fixed at Rs.100000+ GST, for Naini and Palakkad at Rs.80000+ GST each, Mankapur at Rs.70000+ GST and for Srinagar Rs.20000+ GST .

In addition to the above, certification fee for Branch auditors for quarterly financial results are as follows:

Unit	Amount in Rs.
Naini	12000 + GST as applicable
Rae Bareli	21000 + GST as applicable
Manakapur	16000 + GST as applicable
Palakkad	18000 + GST as applicable

- **COST AUDITORS**

  M/s. GNV & Associates, Bengaluru was appointed as lead Cost Auditors for the year 2024-25 for the cost audit of units located at Bengaluru and Palakkad and also for consolidation of Cost Audit Reports of the Company as a whole.

  M/s. Aman Malviya & Associates, Lucknow were appointed as Branch Auditors for cost audit of units located at Naini, Rae Bareli, Mankapur and Srinagar.

  The appointment of cost auditor was made by Board of Directors and the remuneration of Rs.2,80,000/- exclusive of GST as applicable was ratified by the shareholders in the Annual General Meeting held on 08.11.2024. The cost audit report for the year 2023-24 was filed with Ministry of Corporate Affairs.

  The Company maintains its cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act. 2013 read with Rules made thereunder.

- **SECRETARIAL AUDITOR**

  The Board had appointed Shri D Venkateswarlu, Company Secretary in Practice, to conduct the Secretarial Audit of the Company for the year 2024-25. The Secretarial Auditor in his report have stated that during the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, guidelines, standards except for those observations mentioned in Secretarial Audit Report, which is appended as **Annexure-2**. The reply of management to observations of Secretarial Auditor is attached as addendum to Directors report.

INTERNAL FINANCIAL CONTROL

ITI Limited's internal controls are commensurate with its size and the nature of its operations.

These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorization and ensuring compliance with corporate policies. ITI Limited has a well-defined delegation of power with authority limits commensurate with the responsibilities that commits organizational resources. The Audit Committee also periodically interacts with the internal and statutory auditors including Branch auditors to assess the adequacy of internal control systems.

It has continued its efforts to align all its processes and controls with best practices. ITI Limited management assessed the effectiveness of the company's internal control over financial reporting under Section 143 of the Companies Act 2013 as of March 31, 2025. except of the observations referred in Annexure.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

ITI is committed to the Communities around its business and far beyond through its CSR initiatives. During the financial year 2024-25, the Company was not required to spend any amount towards CSR activities, as the average net profits of the Company for the preceding three financial years was negative. However, the Company had spent 2.00 lakhs towards CSR activities for noble cause as the Armed Forces Flag Day Fund (AFFDF) was instituted for the welfare of the veterans, widows and their dependents.

Annual Report on CSR activities including the composition of CSR Committee is enclosed as Annexure-III to the report.

The details of the CSR policy,is available on the website of the Company on at **https://www.itiltd.in/csr**

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

ITI Limited being a Government Company, policy on directors' appointment and remuneration is not applicable and also evaluation of their performance is exempted vide notification dated 05.06.2015 issued by the Ministry of Corporate Affairs

As on 13th August 2025, there are Seven Directors on the Board of the Company, of which four are Whole Time Directors (including Chairman and Managing Director), Two are Government Nominee Directors and one Non-Official Director (Independent Director).

INDEPENDENT DIRECTORS

During FY 2024-25, following Independent Directors have completed their term with effect from 9th November 2024:

- Dr Raja Nayak
- Shri Billeswar Sinha
- Smt Mamta Palariya

The Government of India vide order dated 04th July 2025 appointed following Independent Director for a period of three year w.e.f. 14th July 2025:

❖ Shri Gopinath Sahu

The Company has received the Certificate of Independence from the Independent Directors confirming that they meet the criteria prescribed for Independent Directors under the provisions of the Companies Act, 2013, and SEBI (LODR). The Independent Directors have confirmed that they are registered with the Database maintained by the Indian Institute of Corporate Affairs (IICA) under the Ministry of Corporate Affairs

In terms of the provisions of Schedule IV of the Companies Act, 2013, the terms and conditions of appointment of Independent Directors are posted on the website of the Company. Further, the Independent Directors are not liable to retire by rotation under the provisions of Section 152 of the Companies Act, 2013.

GOVERNMENT DIRECTOR

The following are changes in Government Directors:

1. Shri Sunil Kumar Verma, Joint Secretary (A), DoT from the Department of Telecommunications ceased to be Government Nominee Director of the Company w.e.f. the afternoon of 21.05.2025 due to repatriation to his parent cadre, i.e. Ministry of Railways.

2. Shri Arun Agarwal, DDG (Sat.), DoT from the Department of Telecommunications appointed as Government Nominee Director of the Company w.e.f. 22.07.2025 for a period of three years or till the date of his superannuation or till further orders, whichever is earliest.

FUNCTIONAL DIRECTORS

The following are the changes in Functional Directors:

1. Smt S Jeyanthi is given extension as Director HR with additional Charge for the period of 1 year with effect from 28th Feb 2025.

The Board wish to place on record its whole hearted appreciation for commendable contribution and guidance rendered by the Directors whose term of office ended during the year.

Smt S Jeyanthi, Director Production retires by rotation at the forthcoming Annual General Meeting and being eligible offers herself for re-appointment.

KEY MANAGERIAL PERSONNEL

During the financial year 2024-25, apart from functional directors, Chief Financial Officer and Company Secretary continues to hold the post of Key Managerial Personnel of the Company.

Shri Y Sathyan, Company Secretary and Key Managerial Personnel of the Company appointed by the Company w.e.f. 24th December 2024.

DETAILS OF BOARD MEETINGS

During the year under review, eight Meetings of the Board of Directors were held. The details of meetings attended by each director are provided in the Corporate Governance Report.

COMPOSITION OF AUDIT COMMITTEE

As on 31st March 2025, the Audit Committee comprised 03 Members and all are functional Directors. During the year, 05 Audit Committee Meetings were held, details of which are provided in the Corporate Governance Report.

There have been no instances during the year when recommendations of the Audit Committee were not accepted by the Board.

PERFORMANCE EVALUATION OF BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS AND POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

ITI Limited being Government Company is exempted from the provisions of evaluation of performance of independent Directors. Further, the Govt. of India, the appointing authority has its own set of processes in determining the criteria and also for evaluation of the performance of Independent Directors at the time of appointment / re-appointment.

With regard to formulation of criteria for appointment of Directors on the Board by the Nomination and Remuneration Committee, being a Government Company, the criteria for appointment of Directors on the Board is done by Government of India.

RISK MANAGEMENT

The Enterprise Risk Management (ERM) framework implemented as part of Governance, Risk Management and Compliance (GRC) in the Company is based on global best practices in Risk Management as covered by ISO 31000:2018 and IEC 31010:2019 and has enabled the Company to fully integrate the Risk Management into its normal business operations.

The Company's ERM policy framework is a structured process that involves:

- Identifying all external and internal risk-factors.
- Assessing the impact of these risks on the organization's business and financial targets.
- Prioritizing the identified risk-factors.
- Exploring various alternatives for treating these risks.
- Implementing controls and monitoring mechanisms for managing the risks.

ERM is an ongoing and dynamic process that requires iteration and adaptation to changing circumstances. The Company's ERM Manual is a well-structured framework having four layers of governance team's i.e.

- Level-1: URMC (Unit Level Risk Management Committee)
- Level-2: ERMSC (ERM Steering Committee)
- Level-3: ERMGC (Enterprise Risk Management Governing Committee) or RMC (Risk Management Committee)
- Level-4: Risk Management Committee at Board Level.

These Committees are responsible to monitor the policy implementation across all the Units by following approved ERM Process, ERM Governance Structure, Roles and Responsibilities of the relevant stakeholders, formation of Risk Registers, provide their continuous contribution to operation of ERM in all the Units of Company.

The establishment and maintenance of the ERM framework is facilitating effective decision making process at different levels of the Company. The Risk Register maintained by the Company includes standalone risks identified for the Corporate as well as any significant risks from the Units that merit attention of the Corporate, which will be regularly be presented and reviewed by the Task Force Committee.

All the Units submit and update ERM Risk Register to the ERM Steering Committee (ERMSC). As part of the policy operation ERMSC have conducted monthly risk management review meetings on 08th April 2024, 14th May 2024, 18th June 2024, 16th July 2024, 20th August 2024, 24th September 2024, 22nd October 2024, 19th November 2024, 24th December 2024, 21st January 2025, 25th February 2025 and 19th March 2025 with all the Units (URMC). In the Risk Management Committee Meeting held on 9th August 2024, the high-priority risks and mitigation plans proposed were reviewed.As framed in the ERM Manual, Risk Management activities will be carried out on an ongoing basis as part of the routine business operations.

WHISTLE BLOWER POLICY/ VIGIL MECHANISM

SEBI (LODR) Regulations, 2015 require formulating a "Whistle Blower Policy for providing necessary safeguards for protection of employees from victimization. Further SEBI (Prohibition of Insider Trading) regulations, 2015 also requires the Company to have Whistle Blower Policy and make the employees aware of such policy to enable them to report instances of leak of Unpublished Price Sensitive information.

Objectives of Vigil Mechanism / Whistle Blower Policy:

1. The Vigil Mechanism / Whistle Blower Policy aims to provide a channel to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or instances of leak of Unpublished price sensitive information or policies or regulatory requirements.
2. To provide adequate safeguards against victimization of Directors and employees to avail the mechanism.
3. To initiate inquiry in case of leak of UPSI or suspected leak of UPSI and inform the same to the competent authority promptly.

Covers disclosure of any unethical and improper or malpractices and events which have taken place / suspected to take place. The Whistle Blower role is to report Company with reliable information. A Whistle Blower policy is not required or expected to act as an investigator or finder of the facts, nor would the Whistle Blower have a right to participate in any investigative activities unless requested by the Investigator.

PARTICULARS OF EMPLOYEES

Government Companies are exempted from complying with provisions of Section 197 of the Companies Act, 2013. Therefore, such particulars have not been included as part of Directors' Report.

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

A separate section on Business Responsibility and Sustainability Report as required under Listing Regulations, has been included in the Annual Report as **Annexure- 4** and the same forms part of the Directors' Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report prepared as per Listing Regulations and DPE Guidelines on Corporate Governance is enclosed as **Annexure 5** of this report.

CORPORATE GOVERNANCE REPORT

The report on Corporate Governance on the compliance of Corporate Governance conditions stipulated in Listing Regulations and the DPE guidelines forms part of Directors report. The Certificate on the Compliance of above Corporate Governance Conditions from Practicing Company Secretary also forms part of Directors' report.

EXTRACT OF ANNUAL RETURN

In accordance with the Companies Act, 2013, the annual return is available on the Company's website at https://www.itiltd.in/annual_general_meeting

RELATED PARTY TRANSACTIONS

All related party transactions entered during the year 2024-25 were in ordinary course of the business and are on an arm's length basis.

The Company has formulated a Policy on Related Party Transactions which is available on the Company's website at https://www.itiltd.in/codes_and_policies.

The disclosure of related party transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable to the Company. Members may refer to Note No. 06 to the financial statement which sets out related party disclosures pursuant to IndAS24.

MATERIAL CHANGES AFFECTING FINANCIAL POSITION OCCURING BETWEEN THE END DATE OF FINANCIAL YEAR AND DATE OF THE REPORT

The are no material changes affecting the financial position of the Company subsequent to the close of the FY 2024-25 till the date of this report.

REGULATORY OR COURTS ORDER: NIL

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors confirm that

(a) In the preparation of the annual accounts for the financial year ended 31st March 2025, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) Such accounting policies have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at 31st March 2025 and of the profit of the company at that date;

(c) Proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The annual financial statements have been prepared on a going concern basis;-

(e) Proper internal financial controls were in place and that the financial controls were adequate and were operating effectively; and

(f) That systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS

There are no transactions of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013.

STATUS ON COMPLIANCE WITH THE INSOLVENCY AND BANKRUPTCY CODE, 2016

M/s Recap Ventures Pvt Ltd had filed an application U/Sec 9 of IBC in NCLT, Bengaluru vide Case No. C.P. (IB) No. /98/BB/2023 to initiate Corporate Insolvency Resolution Process against ITI Limited. The said NCLT court by its order dated 16.07.2025 has dismissed the aforesaid case filed against ITI Limited.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

There are no instances of one-time settlement during the financial year 2024-25.

ENTERTAINMENT EXPENDITURE AND FOREIGN TRAVEL

The expenditure on entertainment for financial year 2024-25 was NIL (PY was also NIL). Expenditure on official travel abroad by the officials of the Company was NIL during the year.

CITIZEN'S CHARTER

Citizens are implied as any Stakeholder of the ITI Limited (ITI) extending from Employees, Customers, Vendors, Investors, Collaborators / JV Partners, Competitors, Media and Govt to Society / Community at large. The Citizens charter does not itself create new legal rights, but make the citizens aware of their existing rights.

ITI Citizen's Charter outlines its scope and contains general information about the Company, Citizen's obligations towards Company and the Management's commitment towards the citizens. It also contains Grievance redressal mechanism and Citizen's Service Delivery.

The Charter exhibits the organization's ability to provide quality products and efficient services to the citizens while meeting the legal and regulatory requirements. Continuous improvement of products and services is its aim for the satisfaction of the stakeholders.

Objectives of Citizen's Charter are as follows:

1) To demonstrate Transparency and openness of its business operations.

2) To improve the quality of public services by ensuring Citizen centric focus across all its processes.

3) To let people, know the mandate of the Organization, how one can get in touch with its officials, what to expect by way of services and how to seek a remedy in case of specific complaints / problems.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo, required to be disclosed under

the Section 134 of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 is appended as **Annexure 6.**

PROCUREMENT POLICY FOR MICRO AND SMALL ENTERPRISES ORDER 2012

The Procurement Policy for Micro and Small Enterprises Order 2012 read with amendments made thereunder is being followed across all the Units of the Company. In line with this, the company made significant strides in supporting MSE vendors. During the financial year 2023-24, the company procured worth Rs 95.06 Crore from MSE vendors, which constituted 4 % of its total procurement value.

Moving into the financial year 2024-25, the company continued its commitment to MSE procurement, achieving 25% of its total annual procurement through these vendors, resulting in a total procurement value of Rs. 179.98 Crore. This reflects a substantial increase of approximately 189.33% in procurement value from MSE compared to the previous year. The overall increase in procurement value underscores the company's ongoing dedication to enhancing its engagement with MSE vendors, contributing to their growth and development.

ACKNOWLEDGEMENT

The Board of Directors would like to thank its clients, vendors, investors, bankers for their continued support during the year. The Board would also like to thank the Government of India, particularly the Ministry of Communications and Ministry of Defence as well as the various State Governments, regulatory and statutory authorities for their support and look forward to their continued support in future. The Board is also thankful to all its stakeholders, including bankers, investors, members, the Comptroller & Auditor General of India, Statutory Auditors, Secretarial Auditor, Cost Auditors, Internal Auditors, etc for their continued co-operation. The Board appreciate and value the contribution made by every employee.

For and on behalf of Board
Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Place: Bengaluru

Date : 13th August 2025

ADDENDUM TO THE DIRECTOR'S REPORT
COMPANY'S REPLIES TO STATUTORY AUDITOR'S OBSERVATIONS IN THEIR REPORT

Point No	Statutory Auditor's Observations	Company's Remarks
1	The Company has recognized the sale of a portion of its land and an old building at Electronic City Bengaluru to Centre for Development of Telematics (C-Dot') at an agreed consideration of Rs. 20,000 lakhs and the consequent profit on sale thereof amounting to Rs. 10,919 lakhs, pursuant to an agreement to sell dated February 17, 2025, and approvals from Department of Telecommunications, Government of India for the sale. Pending demarcation of the relevant property by the Karnataka Industrial Areas Development Board ('KIADB') as at March 31, 2025, subsequent confirmation of demarcation by Electronic City Industrial Township Authority, receipt of balance consideration of Rs.10,000 lakhs, execution of sale deed in favor of the buyer and the consequent transfer of control over the said property to the latter, the derecognition criteria laid down in IndAS-16 'Property, Plant and Equipment' ('PPE') is not satisfied. Had the Company not recognized the said sale, 'Assets held for sale' would have reflected a balance of Rs. 9,081 lakhs, 'Other current assets' would have been lower Rs. 4,152 lakhs (after adjusting other receivables by the Company, simultaneously to be settled without payment), 'Loss for the year' and 'Total comprehensive income (loss)' would have been more by Rs. 10,919 lakhs, Current Liabilities and provisions would have been more by Rs. 2,280 lakhs (after adjusting other dues by the Company, simultaneously to be settled without payment), debit balance in Profit and Loss account would have been more by Rs. 10,919 lakhs, 'Earnings per share' would be lower at Rs. (3.00) as against the reported amount of Rs. (2.24).	Company has considered the sale of Electronic City Land [22.258 acres] to C-DOT in the FY 2024-25 based upon the following: i) Administrative Mechanism for Resolution of CPSEs Disputes [AMRCD] [quasi-judicial process of DoT as both ITI & C-DOT comes under the jurisdiction of the DoT]. Committee of Secretaries [CoS] has decided, vide O.M. ref. 5-31/ARB-ITI-CDOT/2023-TR dated 01.07.2024 & 03.02.2025, and directed that ITI shall transfer ownership of Electronic City Land [22.258 acres] and respective building to C-DOT, at a sale consideration of Rs. 200 Cr., within 90 days of decision of CoS. ii) Accordingly, ITI and C-DOT has entered into an Agreement of Sale on 17.02.2025 as per the a bove decision of CoS. iii) C-DoT is having the physical possession and control of the asset [Land 22.258 acres + respective building] since 2004 and from then onwards the asset was not in use and control by ITI. iv) The major portion of sale consideration i.e. Rs. 150 Cr. has already been released by C-DOT by 30.04.2025 [Rs. 100 Cr. on 19.02.2025, Rs. 50 Cr. on 30.04.2025] and balance portion of Rs. 50 Cr. has also been released by 20.06.2025 [Rs. 25 Cr. on 30.05.2025 and final Rs. 25 Cr. on 20.06.2025]. v) Release deed has been duly executed by SBICAP [Security Trustee on behalf of Consortium Banks] on 20.03.2025 towards release of mortgage. vi) E-Khata has also been arranged by the Company w.r.t. Electronic City property in two parts [Part 1: 30.59 acres and Part 2: 22.258 acres] on 23.04.2025 vii) Finally, sale deed towards sale of Electronic City Land [22.258 acres] and respective building, to C-DOT, has been duly executed on 21.06.2025. Both ITI and C-DOT are administered by Department of Telecommunications [DoT], Ministry of Communications, Govt. of India and bound to comply with directions of Committee of Secretaries [CoS], which is processed through AMRCD proceedings, a quasi-judicial process of DoT. Hence, despite of some delay due to formal procedural aspects, the execution of above sale transaction was certain and accordingly all the related entries in accordance with AMRCD directives, duly accounted during FY 2024-25
2	We had in paragraph 7 under the head 'Basis for Disclaimer of Opinion' vide our report dated July 31, 2024, on the consolidated financial statements for the financial year ended March 31, 2024, reported that assets though put to use in prior years aggregating to Rs. 11,620.82 lakhs had been held in 'Capital Work in Progress' and not capitalized as PPE. During the year, the Company has capitalized as PPE/ Investment Property('IP'), the new data center to an extent of Rs. 2,679.92 lakhs, NIFT building of Rs. 6,582.06 lakhs and other assets to an extent of Rs. 2,355.16 lakhs, all held in Capital Work in Progress as at April 01, 2024. Since this was a 'Prior period error' within the meaning of Ind AS 8 - Accounting Policies, Changes in Accounting estimates and Errors', the Company ought to have restated its prior year's figures including the additional charge for depreciation relating to the period up to March 31, 2023, and for the year ended March 31, 2024. For want of full information, we are unable to prepare/quantify the effect of the restated balance sheet as at April 01, 2023, all affected figures for the year ended March 31, 2024, and the charge for depreciation for year under review/loss for the year/earnings per share and consequent disclosures.	It may be noted that CWIP is related to Capex Project which are duly completed but part is pending to be capitalized amid pending installation & acceptance certification. It may be appreciated that CWIP to the extent of Rs. 5035.08 Lakhs and NIFT building of Rs.6, 582.06 Lakhs is duly capitalized during FY 2024-25 and further balance portion is aiming to be capitalized during current FY2025-26.

REPLY TO OBSERVATIONS OF SECRETARIAL AUDITOR

Point No	Secretarial Auditor's Observations	Company's Remarks
1	*During the financial year 2024-25, the composition of the Board of Directors was not in compliance with the provisions of Section 149(4) of the Companies Act, 2013, as the Company did not have the required number of Independent Directors on its Board with effect from 09th November 2024.* *The Company has not complied with the provisions relating to the quorum for Board Meetings as prescribed under Section 174 of the Companies Act, 2013, with effect from 09th November 2024.*	Being a Government Company under the Administrative Control of Ministry of Communications, the appointment of all categories of directors are done by Government of India in accordance with the laid down guidelines of Department of Public Enterprises and the term of three Independent Directors had expired on 09th November 2024. The Company has, from time to time, communicated to the Ministry of Communications with respect to the requirements of Independent Directors under the SEBI Regulations but the process of appointing adequate number of directors is still underway.
2	*During the period under review, it was observed that the Company received capital grants amounting to ₹59,00,00,000/-(Rupees Fifty Nine Crores Only) from the President of India (Government of India) on 21st January 2025, intended for subscription to equity shares. However, the Company has not allotted the corresponding equity shares within the prescribed period as per the provisions of Section 42 and Section 62(1)(c) of the Companies Act, 2013, read with Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014.*	This is to inform that the company has obtained Pre-In-Principle approval from both the exchanges pertaining to allotment of equity shares against the CAPEX received of Rs. 59 Crore and the subsequent process of listing approval in the course of allotment of shares has initiated recently.
3	*During the period under review, the Company has not complied with the provisions of Regulation 6 (1) of LODR with respect to Appointment of qualified company secretary as the compliance officer w.e.f. 17-09-2024 to23-12-2024.*	The company was striving hard to find out company secretary after resignation of previous company secretary and faced hardship to recruit the officer for the said post owing to low pay scale offered by the company. However, the advertisement was published two time further for recruiting company secretary but did not materialize. Though few candidates appeared in the interview for such post and the offer letter was given, nonetheless the candidates did not accepted the offer and showed their reluctance to be part of the organization. Further, in order to comply with the regulation of 6(1) LODR, we appointed Shri Y Sathyan as Company Secretary and Compliance officer with effect from 24th December 2024.
4	*During the period under review, the Company has not complied with the provisions of Regulation 17 (1), 2A), 18(1), 19 (1), (2), 20(2), (2A), 21(2) of SEBI (LODR) Regulation, 2015 for the FY 2024-25 with effect from 09th November 2024.*	Being a Government Company under the Administrative Control of Ministry of Communications, the appointment of all categories of directors are done by Government of India in accordance with the laid down guidelines of Department of Public Enterprises and the term of three Independent Directors had expired on 09th November 2024. The Company has, from time to time, communicated to the Ministry of Communications with respect to the requirements of Independent Directors under the SEBI Regulations but the process of appointing adequate number of directors is still underway.
5	*During the period under review, The Company has not complied with the provisions of Regulation 23 (9) of LODR pertaining to Disclosure of related party transactions on consolidated basis for the half year ended 31st March 2024.*	The company encountered difficulties while filing XBRL of related party transaction for the half year ended 31st 2024 due to technical glitch. Consequently, the details of Related Party Transactions were filed delayed and inadvertently, violation of Regulation 23(9) SEBI (LODR) Regulation, 2015 occurred.
6	*During the period under review, it was observed that the Company received capital grants amounting to ₹59,00,00,000/-(Rupees Fifty-Nine Crores Only) from the President of India (Government of India) on 21st January 2025, intended for subscription to equity shares. However, the Company has not allotted the corresponding equity shares within the prescribed period as per the provisions Regulation 30, Regulation 31(2) and Regulation 7(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.*	This is to inform that the company has obtained Pre-In-Principle approval from both the exchanges pertaining to allotment of equity shares against the CAPEX received of Rs. 59 Crore and the process of listing approval in the course of allotment of shares has initiated now.

For and on behalf of Board

Place: Bengaluru
Date : 13th August 2025

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Annexure-1

ANNEXURE TO THE BOARD OF DIRECTORS' REPORT

Form AOC-1

Statement containing salient features of the financial statement of Joint Ventures

Part "A": Subsidiaries –Not applicable

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Joint Venture

S.No	Name of Joint Ventures	India Satcom Limited
1	Latest audited Balance Sheet Date	31.03.2025
2	Shares of Joint Ventures held by the company on the year end	16,21,800 equity shares of Rs. 10 each
3	Amount of Investment in Associates/Joint Venture	Rs. 40.55 Lakhs
4	Extend of Holding%	49.06%
5	Description of how there is significant influence	Investment in the equity to the extent of 49.06% paid up capital
6	Reason why the associate/joint venture is not consolidated	N.A
7	Net worth attributable to shareholding as per latest audited Balance Sheet	Rs.5355 Lakhs
8	Profit/Loss for the year	
	i) Considered in Consolidation	Yes, Rs.1826.31 Lakhs
	ii) Not Considered in Consolidation	Nil

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Annexure-2

Form No. MR-3

Secretarial Audit Report for the financial year ended 31st March 2025

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
ITI Limited
(CIN: L32202KA1950GOI000640)
ITI Bhavan, Doorvani Nagar,
Bengaluru- 560016

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by ITI Limited (CIN: L32202KA1950GOI000640) (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.
Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the
Company, its officers, agents and authorized representatives during the conduct of Secretarial
Audit, the explanations and clarifications given to us and the representations made by the Management, the company has, during the audit period covering the financial year ended on 31st March 2025 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board - processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:
I have examined the books, papers, minute books, forms and returns filed and other records maintained by ITI Limited for the financial year ended on 31st March 2025 and made available to me, according to the provisions of:

(i) The Companies Act, 2013 and the Rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956('SCRA') and the Rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye- laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI Act') to the extent applicable to the Company: -

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2018;
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999/Securities and Exchange Board of India (Shares Based Employee Benefits) Regulations, 2014; (Not applicable during the audit period);
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable during the audit period);
- (f) The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, 2013 and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - (Not applicable during the audit period) and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; - No buy - back was done during the year.
- (i) I have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (LODR).

During the year under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.

I further report that having regard to the compliance system prevailing in the Company and on the examination of relevant documents and records in pursuance thereof, on test-check basis, compliance certificates made by the heads of the departments and submitted to the Board of Directors of the Company, the Company has substantially complied with the following applicable laws/guidelines/rules applicable specifically to the Company:

(i) Guidelines issued by the Department of Public Enterprises (DPE)

(ii) Guidelines issued by the Ministry of Communications

(iii) The Telecom Regulatory Authority of India Act, 1997

(iv) The Information Technology Act, 2000

(v) E-Waste (Management & Handling) Rules, 2016

(vi) Orders/Regulations issued by Government of India from time to time

I further report that, the compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts have not been reviewed in this audit since the same have been subject to review by the statutory financial auditors, tax auditors and other designated professionals.

(a) Observations / Non-Compliances / Adverse Remarks / Qualifications in respect of Companies Act, 2013 and Rules made there under are as follows:

- During the financial year 2024-25, the composition of the Board of Directors was not in compliance with the provisions of Section 149(4) of the Companies Act, 2013, as the Company did not have the required number of Independent Directors on its Board with effect from 09th November 2024.
- The Company has not complied with the provisions relating to the quorum for Board Meetings as prescribed under Section 174 of the Companies Act, 2013, with effect from 09th November 2024.
- During the period under review, it was observed that the Company received capital grants amounting to ₹59,00,00,000/-(Rupees Fifty Nine Crores Only) from the President of India (Government of India) on 21st January 2025, intended for subscription to equity shares. However, the Company has not allotted the corresponding equity shares within the prescribed period as per the provisions of Section 42 and Section 62(1)(c) of the Companies Act, 2013, read with Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014.

(b) Observations / Non-Compliances / Adverse Remarks / Qualifications in respect of Compliance with SEBI (Listing Obligations & Disclosure Requirements) (LODR) Regulations, 2015 are as follows:

- During the period under review, the Company has not complied with the provisions of Regulation 6 (1) of LODR with respect to Appointment of qualified company secretary as the compliance officer w.e.f. 17-09-2024 to23-12-2024.
- During the period under review, the Company has not complied with the provisions of Regulation 17 (1) of LODR with respect to Composition of Board of Directors of the Company {for not having adequate number of Independent Directors on the Board during the FY 2024-25 with effect from 09th November 2024.
- During the period under review, the Company has not complied with the provisions of Regulation 17(2A) of LODR with respect to requirements pertaining to quorum of Board Meetings w.e.f. 09th November 2024.
- During the period under review, the Company has not complied with the provisions of Regulation 18(1) of LODR with respect to requirements constitution of audit committee w.e.f. 9th November 2024
- During the period under review, the Company has not complied with the provisions of Regulation 19(1)/ 19(2) of LODR With respect to constitution of nomination and remuneration committee w.e.f. 9th November 2024
- During the period under review, The Company has not complied with the provisions of Regulation 20(2)/(2A) of LODR With respect to constitution of stakeholder relationship committee w.e.f. 9th November 2024
- During the period under review, the Company has not complied with the provisions of Regulation 21(2) of LODR With respect to constitution of risk management committee w.e.f. 9th November 2024
- During the period under review, The Company has not complied with the provisions of Regulation 23 (9) of LODR pertaining to Disclosure of related party transactions on consolidated basis for the half year ended 31st March 2024.
- During the period under review, it was observed that the Company received capital grants amounting to ₹59,00,00,000/-(Rupees Fifty Nine Crores Only) from the President of India (Government of India) on 21st January 2025, intended for subscription to equity shares. However, the Company has not allotted the corresponding equity shares within the prescribed period as per the provisions Regulation 30, Regulation 31(2) and Regulation 7(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further report that:

a. The Board of Directors of the Company is duly constituted and the changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Companies Act, 2013. However, the Company has not been able to appoint requisite number of independent directors as required under the provisions of Regulation 17 of LODR as mentioned above.

b. Adequate notice was given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

c. All decisions at Board Meetings are carried out by requisite majority as recorded in the minutes of the meetings of the Board of Directors as the case may be.

d. I further report that as represented by the Company and relied upon by me there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

e. I further report that during the audit period, the following are the events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, Rules, Regulations, Guidelines, Standards taken place:

i. The Company has time upto 1st August 2026, for compliance with the requirement of minimum 25% public shareholding in accordance with Regulation 38 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with Securities Contract (Regulations) Rules, 1957 amended vide notification dated 03rd August 2018.

D VENKATESWARLU
Company Secretary
FCS No. 8554 ::C P No. 7773
PR No.:1617/2021
UDIN: F008554G000989985

Place: Bengaluru
Date : 12th August 2025

This Report is to be read along with my letter of even date which is annexed as Annexure A and Forms an integral part of this report.

"Annexure A"

To
The Members
M/s. ITI Limited
(CIN: L32202KA1950GOI000640)
ITI Bhavan, Doorvani Nagar,
Bengaluru- 560 016

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

D VENKATESWARLU
Company Secretary
FCS No. 8554 ::C P No. 7773
PR No.:1617/2021
UDIN: F008554G000989985

Place: Bengaluru
Date : 12th August 2025

ANNEXURE-3

ANNUAL REPORT ON CSR ACTIVITIES FOR THE FY 2024-25

1) Brief outline on CSR Policy of the Company.

ITI Limited (ITI) strive to accomplish our vision to lead India's transformation towards self-reliance in the domain of Telecommunications, Electronics, and ICT products, services and solutions that change lives for better and to address the concerns of economic status, environment and well-being of the society through CSR initiatives.

A) The Objectives of the CSR projects will be as follows:

a. To carry out CSR activities in an economically, socially and environmentally sustainable manner that is transparent and ethical.

b. To integrate the core values of the Company with the philosophy of Corporate Social Responsibility (CSR) and Sustainability.

c. To incorporate the spirit of CSR and Sustainability to the employees at all levels and to infuse into all the activities, processes, operations and transactions of the Company.

d. To undertake any other matter as deemed appropriate or determined by the Board from time to time in the best interest of the Company and other stakeholders of the Company.

B) Overview of ITI Limited CSR Projects/Activities:

The company contributed for the Armed Forces Flag Day Fund (AFFDF) which was instituted for the welfare of the veterans, widows and their dependents.

2) The details of CSR meetings attended by the CSR Committee is as tabulated:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Smt Mamta Palariya	Independent Director, Chairperson of the CSR Committee with effect from 01.12.2023	1	1
2	Shri Rajeev Srivastava	Director Finance & Chief Financial Officer Member of the CSR Committee	1	1
3	Smt S Jeyanthi	Director Production, Member of the CSR Committee with effect from 01.12.2023	1	1

3) The Composition of CSR Committee, CSR Policy and CSR Projects of the Company are available on the Website at: **https://www.itiltd.in/management_team; https://www.itiltd.in/csr**

4) Details of Impact assessment of CSR Projects carried out: **Not Applicable**

5) Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: **Nil**

6) Average net profit of the company as per section 135(5): **-34112.34 Lakhs**

7) (a) Two percent of average net profit of the company as per section 135(5): **-682.25 Lakhs**

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **Nil**

(c) Amount required to be set off for the financial year, if any: **Nil**

(d) Total CSR obligation for the financial year (7a+7b- 7c): **-682.25 Lakhs+0-0= -682.25**

8) (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Lakhs) 2024-25	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
2.00 Lakhs	-	-	-	-	-

(b) Details of CSR amount spent against ongoing project for the financial year: NIL

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project		Project duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation Direct (Yes/No)	Mode of Implementation Through Implementing Agency	
				State	District						Name	CSR Registration number
-	-	-	-		-	-	-	-	-	-	-	-

(c) Details of CSR amount spent against other than ongoing projects for the financial year 2024-25:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (in Rs.)	Mode of implementation Direct (Yes/No)	Mode of implementation through implementing agency	
				State	District			Name	CSR registration number
1.	Contribution to Armed Forces Flag Day Fund (AFFDF)	Schedule VII of Item No. vi Measures for the benefit of armed forces veterans, war widows and their dependents	PAN INDIA			2,00,000.00	Yes	Kendriya Sainik Board, New Delhi	
					Total	**2,00,000.00**			

(d) Amount spent in Administrative Overheads : **NIL**

(e) Amount spent on Impact Assessment, if applicable : **NIL**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : **2.00 Lakhs**

(g) Excess amount for set off, if any : **NIL**

Sl. No.	Particular	Amount (in Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	-682.25 Lakhs
(ii)	Total amount spent for the Financial Year	2.00 Lakhs
(iii)	Excess amount spent for the financial year [(ii)-(i)]	2.00 Lakhs
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	2.00 Lakhs

9) (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1.	FY 2023-24	-	-	-	-	-	-
2.	FY 2022-23	-	-	-	-	-	-
3.	FY 2021-22	-	-	PM CARES FUND	11,46,045.40	29.09.2022	-

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project Completed/ Ongoing
-	-	-	-	-	-	-	-	-

10) In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

(a Date of creation or acquisition of the capital asset(s) : **NA**

(b) Amount of CSR spent for creation or acquisition of capital asset : **NA**

Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: **NA**

(c) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) : **NA**

**11) Specify the reason(s), if the company has failed to Spend two per cent of the average net profit as per section 135(5): ***Not Applicable for FY 2024 - 25

*****However, the Company had spent 2.00 Lakhs towards CSR activities for noble cause as the Armed Forces Flag Day Fund (AFFDF) was instituted for the welfare of the veterans, widows and their dependents.

Sd/-	Sd/-	Sd/-
(Chief Executive Officer or Managing Director or Director)	(Chairman CSR Committee)	[Person specified under clause (d) of sub-section (1) of section 380 of the Act] (Wherever applicable)

For and on behalf of Board

Place: Bengaluru
Date : 13th August 2025

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Annexure -4

BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORTING FORMAT

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

1)	**Corporate Identity Number (CIN) of the Listed Entity**	-	L32202KA1950GOI000640
2)	**Name of the Listed Entity**	-	ITI Limited
3)	**Year of incorporation**	-	1950
4)	**Registered office address**	-	ITI Bhavan, Dooravani Nagar, Bengaluru – 560016
5)	**Corporate address**	-	ITI Bhavan, Dooravani Nagar, Bengaluru – 560016
6)	**E-mail**	-	cosecy_crp@itiltd.co.in
7)	**Telephone**	-	+91 (080) 2561 4466
8)	**Website**	-	https://www.itiltd.in
9)	**Financial year for which reporting is being done**	-	2024-25
10)	**Name of the Stock Exchange(s) where shares are listed**	-	BSE Limited & NSE Limited
11)	**Paid-up Capital**	-	Rs. 10,19,88,69,380/-
12)	**Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report**	-	**Y Sathyan**, Company Secretary, Tel No.: +91 (080) 2561 7486, Email: cosecy_crp@itiltd.co.in
13)	**Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together)**	-	Standalone Basis
14)	**Name of assurance provider**	-	NA
15)	**Type of assurance obtained**	-	NA

II. Products/services

16) Details of business activities *(accounting for 90% of the turnover):*

S. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Manufacturing	Manufacture of Telecom and its allied products	3.32%
2.	Services	Repair and Maintenance of Telecom & its allied Product, Back to Back Businesses	28.21%
3.	Projects	Implementation of Turnkey Projects & Other telecommunications activities	68.47%

17) Products/Services sold by the entity *(accounting for 90% of the entity's Turnover):*

S. No.	Product/Service	NIC Code	% of total Turnover contributed
1.	Manufacture of Telephone; Other communication equipments; Fibre optic cables, etc.	26201; 26302; 26309; 27310; 35105; 26205; 26209	3.32%
2.	Repair and maintenance of communication equipment; Telecom network, Back to Back Businesses	95120; 95111; 63112; 63119; 74901; 42202; 26516; 43213	28.21%
3.	Turnkey Projects & Other telecommunications activities	61102; 61209; 61900	68.47%

III. Operations

18) Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of plants	Number of offices	Total
National	Manufacturing Plants-06	Network System Unit-01 ; Corporate Office: 01; MSP-12	20
International	Nil	Not Applicable	Not Applicable

19) Markets served by the entity:

a) Number of locations

Locations	Number
National (No. of States)	PAN India
International (No. of Countries)	Nil

b) What is the contribution of exports as a percentage of the total turnover of the entity? - Nil

c) A brief on types of customers

The following are the Customers of ITI for supply of various Products, Services and Turnkey (one where a single contractor is responsible for the entire projects from initial design and procurement to the final constructions) Projects:

- Army, Navy, Indian Air Force, and Ministry of Home Affairs
- PSU like BSNL (Bharat Sanchar Nigam Limited), MTNL (Mahanagar Telephone Nigam Limited, BBNL (Bharat Broadband Network), EESL (Energy Efficiency Services Limited), C-DoT (Centre for Development of Telematics), BEL (Bharat Electronics), NTPC (National Thermal Power Corporation), and USOF(Universal Service Obligation Fund)
- Central Government and State Government organizations like OPTCL (Odisha Power Transmission Corporation Limited), TANFINET (Tamil Nadu FibreNet Corporation Limited), MITCL (Maharashtra Information Technology Corporation Ltd), JCNL (Jharkhand Communication Network Limited), GFGNL (Gujarat Fibre Grid Network Limited). KSEDC (Karnataka State Educational Development Council), KITE (Kerala Infrastructure and Technology for Education), UREDA (Uttarakhand Renewable Energy Development Agency), BREDA (Bihar Renewable Energy Development Agency), UPNEDA (Uttar Pradesh New & Renewable Energy Development Agency)
- Department of Post, DoS (Department of Space), DoAE (Department of Atomic Energy), Railways, ISRO(Indian Space research organization), CMPDIL (Central Mine Planning & Design Institute Limited), CIL(Coal India limited)
- Private customers like Banks, Schools, Universities, Hospitals, TCS, Tejas Networks, RIIL (Rural Infratel International Limited), Aksentt, Keltron, Vodafone, and Airtel.

IV. Employees

20) Details as at the end of Financial Year:

a) Employees and workers (including differently abled):

Sl. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
			EMPLOYEES			
1.	Permanent (D)	632	483	76.42%	149	23.58%
2.	Other than Permanent (E)	385	284	73.77%	101	26.23%
3.	**Total employees (D + E)**	**1017**	**767**	**75.42%**	**250**	**24.58%**
			WORKERS			
4.	Permanent (F)	125	118	94.40%	7	5.60%
5.	Other than Permanent (G)	226	161	71.24%	65	28.76%
6.	**Total workers (F + G)**	**351**	**279**	**79.49%**	**72**	**20.51%**

b) Differently abled Employees and workers:

S. No	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
DIFFERENTLY ABLED EMPLOYEES						
1.	Permanent (D)	6	4	66.67%	2	20.00%
2.	Other than Permanent (E)	4	4	100.00%	0	0.00%
3.	**Total differently abled employees (D + E)**	**10**	**8**	**80.00%**	**2**	**20.00%**
DIFFERENTLY ABLED WORKERS						
4.	Permanent (F)	0	0	0.00%	0	0.00%
5.	Other than permanent (G)	1	0	0.00%	1	100.00%
6.	**Total differently abled workers (F + G)**	**1**	**0**	**0.00%**	**1**	**100.00%**

21) Participation/Inclusion/Representation of women

	Total (A)	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	7	1	14.28%
Key Management Personnel	5	1	20.00%

22) Turnover rate for permanent employees and workers (Disclose trends for the past 3 years)

	FY 2024-25 (Turnover rate in current FY)			FY 2023-24 (Turnover rate in previous FY)			FY 2022-23 (Turnover rate in the year prior to the previous FY)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	151	23	174	643	174	817	299	27	326
Permanent Workers	43	3	46	169	10	179	46	6	52

V. Holding, Subsidiary and Associate Companies (including joint ventures)

23) (a) Names of holding / subsidiary / associate companies / joint ventures

S. No.	Name of the holding / subsidiary / associate companies / joint ventures (A)	Indicate whether holding/ Subsidiary/ Associate/ Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
	India Satcom Limited	Joint Venture	49.06%	No

VI CSR Details

24) (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: **(Yes/No): Yes***

(ii) Net Turnover (in Rs.): **4323 Cr** (including GST)

(iii) Net worth (in Rs.): **1571 Cr**

* The Company was not required to spend any amount towards CSR activities during the above financial year, as the average net profit (without Grant) during the immediately 3 preceding financial years is negative. However, the Company had spent 2.00 Lakhs towards CSR activities for noble cause as the Armed Forces Flag Day Fund (AFFDF) was instituted for the welfare of the veterans, widows and their dependents.

VII. Transparency and Disclosures Compliances

25) Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No) *(If Yes, then provide web-link for grievance redress policy)*	FY 2024-25 Current Financial Year			FY 2023-24 Previous Financial Year		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes [1]	132	07	07 Grievance closed during current FY 2025-26	65	Nil	Nil
Investors (other than shareholders)	0	0	0	Not Applicable	0	0	Not Applicable
Shareholders	0	0	0	Not Applicable	0	0	Not Applicable
Employees and workers	Yes[2]	02	02	01 grievance closed during FY25-26	05	01	Nil
Customers	Yes	Nil	Nil	Nil	Nil	Nil	Nil
Value Chain Partners	Yes	Nil	Nil	Nil	Nil	Nil	Nil
Other (please specify)	-	-	-	-	-	-	-

1. Centralized Public Grievance Redress and Monitoring System (CPGRAMS) under Ministry of Personnel, Public Grievances & Pensions, the Department of Administrative Reforms & Public Grievances https://pgportal.gov.in/.
2. Grievance Resolution Scheme for Officers: http://10.1.1.4/corp_hr/Docs/Grievance.Officers.pdf & Redressal of Employee Grievances (Policy Circular):
   http://10.1.1.4/corp_hr/Circular/630%20-%20Corporate%20HR%20Policy%20Circular%20No.630%20-%20Redressal%20of%20Employee%20Grievances.pdf

26) Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Environmental Footprint - Water management	Risk	Water shortages can disrupt Company's operations and disrupt its business. Company is manufacturing HDPE and OFC cables which requires huge amount of water consumption	Employee education on saving water, more efficient use of water in campuses. Rain water harvesting, recycling of waste water	Negative
2.	Energy Management	Opportunity	Company has installed Solar Power Plant in all the manufacturing Units for total capacity of 5.66 MW which will enable saving by approx. 20%. Also Company has supplied more than 83000 Nos of solar panels to GPoN Project, BBNL, Patanjali, UPNEDA and various other customers; 15000 nos of solar street lights to UP Govt. Currently Company is executing BREDA project in the state of Bihar for supply of around 2,00,000 nos Solar street lights	Nil	Positive

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Policy and management processes									
1. a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	-	Yes	Yes
b. Has the policy been approved by the Board? (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	-	Yes	Yes
c. Web Link of the Policies, if available	**https://itiltd.in/investors.php?lan=en#codesandpolicies**								
2. Whether the entity has translated the policy into procedures. (Yes / No)	Yes	Yes	Yes	Yes	Yes	Yes	-	Yes	Yes
3. Do the enlisted policies extend to your value chain partners? (Yes/No)	Yes	No	Yes	Yes	Yes	Yes	-	Yes	Yes
4. Name of the national and international codes/certifications/ labels/ standards (e.g. Forest Stewardship Council, Fair-trade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	The Company follows SEBI Regulations and DPE Guidelines on Corporate Governance and CVC Guidelines for ensuring ethical, transparent and accountable business conduct among others. **Certifications:** ISO 14001-2015; BIS								
5. Specific commitments, goals and targets set by the entity with defined timelines, if any.	-								
6. Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.	-								
Governance, leadership and oversight									
7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (*listed entity has flexibility regarding the placement of this disclosure).* One of the Five Values of the Company is "Integrating environmental and social principles into our business to benefit all stakeholders." Our company has also coordinated our sustainability efforts along the value chain, plant operations and product development. The Company regularly takes steps to create awareness on ESG principles by conducting various programs and initiatives.									
8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	**Shri Rajesh Rai** Chairman and Managing Director DIN: 10052045								
9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.	**Yes**, Shri Rajesh Rai, Chairman and Managing Director is responsible for decision making on sustainability related issue								

10. Details of Review of NGRBCs by the Company:

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board/ Any other Committee									Frequency (Annually/ Half yearly/ Quarterly/ Any other – please specify)								
	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Performance against above policies and follow up action	All the policies of the Company are reviewed periodically or on a need basis by department heads /respective committees and placed before the Board of Directors as and when required. In the assessment, the efficacy of these policies is also reviewed and necessary changes to policies and procedures are implemented.																	
Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances	Complied except with respect to composition of the Board of Directors under SEBI (LODR) Regulations, due to non-appointment of Independent Directors. Since, the Company is a CPSE, the appointment of directors has to be made by the concerned Administrative Ministry. Hence, the matter has been referred to the Ministry of Communications (MoC) for filling up the post and the same is pending with MoC/DPE.									As and when required								

	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes/No). If yes, provide name of the agency.	The Company is subject to various audits such as Statutory Audit, C&AG Audit, Cost Audit, Secretarial Audit, Environmental Management System Audit, etc. These Audits ensure compliance to various internal and external policies.								

12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated:

Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
The entity does not consider the Principles material to its business (Yes/ No)	Not Applicable								
The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)									
The entity does not have the financial or/human and technical resources available for the task (Yes/No)									
It is planned to be done in the next financial year (Yes/No)									
Any other reason (please specify)									

SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership". While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

PRINCIPLE 1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics/principles covered under the training and its impact	% age of persons in respective category covered by the awareness programmes
Board of Directors	-	-	-
Key Managerial Personnel	-	-	-
Employees other than BoD and KMPs	89	AI Powered Defence, Internet of Things (IoT), Cyber Security, Essentials of Telecom Security Testing, Telecommunications Standardization Awareness Workshop, RTI Act, e-Governance, Government E-Marketplace (GeM) Procurement, Impact of GST in Telecom Sector, POSH Act, LTC Rules, Preventive Vigilance, Communication Skills, Best Practices in Supply Chain Management and Health awareness programmes etc. This multidisciplinary exposure has strengthened participants' ability to implement secure, efficient, and transparent systems in line with best practices.	48.48%
Workers			41.60%

Note : Along with employees, workers also have attended most of the trainings, webinars and awareness programmes.

2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website):

Monetary					
	NGRBC Principle	**Name of theregulatory/ enforcement agencies/judicial institutions**	**Amount (In INR)**	**Brief of the Case**	**Has an appeal been preferred? (Yes/No)**
Penalty/ Fine	**NIL**				
Settlement					
Compounding Fee					

Non-Monetary					
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/ judicial institutions**	**Amount (In INR)**	**Brief of the Case**	**Has an appeal been preferred? (Yes/No)**
Imprisonment	**NIL**				
Punishment					

3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revisionpreferred in cases where monetary or non-monetary action has been appealed. **NIL**

Case Details	Name of the regulatory/ enforcement agencies/ judicial institutions

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details inbrief and if available, provide a web-link to the policy :

The whistle Blower policy existing in the Company acts as an Anti – Corruption policy. Whistle blower policy aims to provide a channel to report genuine concerns about unethical behaviors actual or suspected fraud or violation codes of conduct or leak of price sensitive information

The web link for the policy is given below:

https://www.itiltd.in/Vigilance/Corp%20HR%20Policy%20Circular%20No%20557%20dated%2003%2004%202021-revised.pdf

5. Number of Directors/KMPs/employees/workers against whom disciplinary action wastaken by any law enforcement agency for the charges of bribery/ corruption: **NIL**

	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Directors	**Nil**	**Nil**
KMPs		
Employees		
Workers		

6. Details of complaints with regard to conflict of interest: **NIL**

	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Number of complaints received in relation to issues of Conflict of Interest of the Directors	Nil	Nil
Number of complaints received in relation to issues of Conflict of Interest of the KMPs	Nil	Nil

7. Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.: NIL

8. Number of days of accounts payables ((Accounts payable *365) / Cost of goods/services procured) in the following format:

	FY 2024-25 (Current Financial Year)	FY 2023-24(Previous Financial Year)
Number of days of account payable		

9. Open-ness of business

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	NIL	NIL
	b. Number of trading houses where purchases are made from	NIL	NIL
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	NA	NA
Concentration of Sales	a. Sales to dealers / distributors as % of total sales	NA	NA
	b. Number of dealers / distributors to whom sales are made	NA	NA
	c. Sales to top 10 dealers / distributors as % of total sales to dealers / distributors	NA	NA
Share of RPTs in	a. Purchases (Purchases with related parties / Total Purchases)	NIL	NIL
	b. Sales (Sales to related parties / Total Sales)	NIL	NIL
	c. Loans & advances (Loans & advances given to related parties / Total loans & advances)	NIL	NIL
	d. Investments (Investments in related parties / Total Investments made)	NIL	NIL

PRINCIPLE 2 Businesses should provide goods and services in amanner that is sustainable and safe

Essential Indicators

1. **Percentage of R&D and capital expenditure (capex) investments in specific technologiesto improve the environmental and social impacts of product and processes to total R&Dand capex investments made by the entity, respectively**

	Current Financial Year	Previous Financial Year	Details of improvements in environmental and social impacts
R&D	NIL	NIL	No specific input with respect to products as ITI R&D products are used for secured communications and are developed and certified according to customer specifications.
Capex	Not tracked	Not tracked	NA

2. a. **Does the entity have procedures in place for sustainable sourcing? (Yes/No) :** Yes

   b. **If yes, what percentage of inputs were sourced sustainably?**

   100%. ITI Limited is following the guidelines given by the Govt. of India for procurement of Goods & Services. The Company promotes GeM portal (Government e-Marketplace) in its procurements and also promotes sourcing from MSME vendors. Procurement is done with conditions in the tendering and ordering for sustainability compliance with various standards/ certifications like ISO/ BIS/ CACT/ ROHS etc., These certifications plays a crucial role in promoting sustainable practices, including sustainable sourcing.

3. **Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for (a) Plastics (including packaging) (b) E-waste (c) Hazardous waste and (d) other waste.**

   The Company does not recycle products because most products are used for strategic/national security applications. The Company has a structured mechanism to deliver waste from the manufacturing process of its products/ equipment through authorized recyclers approved by the Pollution Control Board. Paper and plastic are handed over to recyclers. In addition, manufacturing plants have water treatment for effective reuse of waste water from factory and township.

4. **Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.**

   Not Applicable.

PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1) a. Details of measures for the well-being of employees:

CATEGORY (Officers)	Total (A)	% of Employees covered by									
		Group Life Insurance		Kalyankari Benefits		Maternity Benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent Employees											
Male	483	483	100%	483	100%	-	-	-	-	-	-
Female	149	149	100%	149	100%	149	100%	-	-	149	100%
Total	**632**	**632**	**100%**	**632**	**100%**	**149**	**23.58%**	**-**	**-**	**149**	**23.58%**
Other than Permanent Employees											
Male	284	284	100%	284	100%	-	-	-	-	-	-
Female	101	101	100%	101	100%	101	100%	-	-	101	100%
Total	**385**	**385**	**100%**	**385**	**100%**	**101**	**26.23%**	**-**	**-**	**101**	**26.23%**

b. Details of measures for the well-being of workers:

CATEGORY (Non Officers)	Total (A)	% of Workers covered by									
		Group Life Insurance		Kalyankari Benefits		Maternity Benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent Workers											
Male	118	118	100%	118	100%	-	-	-	-	-	-
Female	7	7	100%	7	100%	7	100%	-	-	7	100%
Total	**125**	**125**	**100%**	**125**	**100%**	**7**	**5.6%**	**-**	**-**	**7**	**5.6%**
Other than Permanent Workers											
Male	161	161	100%	161	100%	-	-	-	-	-	-
Female	65	65	100%	65	100%	65	100%	-	-	65	100%
Total	**226**	**226**	**100%**	**226**	**100%**	**65**	**28.76%**	**-**	**-**	**65**	**28.76%**

c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format:

Cost incurred on well- being measures as a % of total revenue of the company	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
	0.24 %	1.08 %

2) Details of retirement benefits, for Current FY and Previous Financial Year

Category	FY 2024-25 (Current Financial Year)			FY 2023-24 (Previous Financial Year)		
Benefits	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	100%	100%	Yes	100%	100%	Yes
Gratuity	100%	100%	N/A	100%	100%	N/A
ESI	NA	NA	N/A	NA	NA	N/A
Others (PL Encash)	100%	100%	N/A	100%	100%	N/A

3) Accessibility of Workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard. - **Yes**

4) Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.

Rights of the Persons with Disabilities are protected as per the applicable act.

5) Return to work and Retention rates of permanent employees and workers that took parental leave.

Gender	Permanent Employees		Permanent Workers	
	Return to Work rate	Retention rate	Return to Work rate	Retention rate
Male	-	-	-	-
Female	100%	100%	100%	100%
Total	**100%**	**100%**	**100%**	**100%**

6 Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	As per Grievance redressal policy of the Company, all the employees can report to Grievance redressal committee existing in their respective Unit and they can submit their suggestions or complaints in suggestions box kept in the office premises. A Corporate Policy Circular concerning to the redressal of Grievances of Employees Unions / OA on every 2nd and 4th Friday of every month, and redressal of Grievances of Employees on every 1st and 3rd Friday of every month, has also been released. In regard to the POSH Act, all the female employees can report their complaints to Internal Complaints committee framed under Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act 2013.
Other than Permanent Workers	
Permanent Employees	
Other than Permanent Employees	

7. Membership of employees and worker in association(s) or Unions recognized by the listed entity:

Category	FY - 2024-25 (Current Financial Year)			FY - 2023-24 (Previous Financial Year)		
	Total Employees / workers in respective Category (A)	No. of Employees / workers in respective category, who are part of association(s) or Union (B)	%(B/A)	Total Employees / workers in respective Category (C)	No. of Employees / workers in respective category, who are part of association(s) or Union (D)	%(D/C)
Total Permanent employees	632	632	100%	817	817	100%
Male	483	483	100%	643	643	100%
Female	149	149	100%	174	174	100%
Total Permanent Workers	125	125	100%	179	179	100%
Male	118	118	100%	169	169	100%
Female	7	7	100%	10	10	100%

Note: All the regular Non Officers and Officers can take the membership in ITI Employees Union and Officer Association respectively.

8) Details of training given to employees and workers:

Category	FY 2024-25 (Current Financial Year)					FY 2023-24 (Previous Financial Year)				
	Total (A)	On Health and safety measures		On Skill upgradation		Total (D)	On Health and safety measures		On Skill upgradation	
		No.(B)	% (B/A)	No. (C)	No. (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Employee										
Male	767	68	8.87	306	39.90	941	84	8.93	279	29.65
Female	250	80	32.00	138	55.20	272	31	11.40	135	49.63
Total	**1017**	**148**	**14.55**	**444**	**43.66**	**1213**	**115**	**9.48**	**414**	**34.13**

Workers										
Male	279	27	9.68	64	22.94	365	16	4.38	31	8.49
Female	72	40	55.56	47	65.28	98	14	14.29	57	58.16
Total	**351**	**67**	**19.09**	**111**	**31.62**	**463**	**30**	**6.48**	**88**	**19.01**

9) Details of performance and career development reviews of employees and workers:

Particulars	FY 2024-25 (Current Financial Year)			FY 2023-24 (Previous Financial Year)		
	Total(A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
EMPLOYEES						
Male	714	714	100.00%	1011	1011	100.00%
Female	227	227	100.00%	286	286	100.00%
Total	**941**	**941**	**100.00%**	**1297**	**1297**	**100.00%**
WORKERS						
Male	162	162	100.00%	393	393	100.00%
Female	41	41	100.00%	106	106	100.00%
Total	**203**	**203**	**100.00%**	**499**	**499**	**100.00%**

10) Health and safety management system:

a. Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage such system?

Yes. All the necessary safety protocols in accordance with extant rules have been incorporated to ensure optimum health and safety management of the employees.

b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity? **-**

Regular inspections and monitoring are to ensure high safety management standards have been established.

c. Whether you have processes for workers to report the work related hazards and to remove themselves from such risks. (Y/N) **Yes**

d. Do the employees/ worker of the entity have access to non-occupational medical and healthcare services? (Yes/ No) **Yes**

11. Details of safety related incidents, in the following format:

Safety Incident/Number	Category*	FY - 2024-25 (Current Financial Year)	FY - 2023-24 (Previous Financial Year)
Lost Time Injury Frequency Rate (LTIFR) (per one millionperson hours worked)	Employees	NIL	NIL
	Workers		
Total recordable work-related injuries	Employees		
	Workers		
No. of fatalities	Employees		
	Workers		
High consequence work-related injury or ill-health (excluding fatalities)	Employees		
	Workers		

*Including in the contract workforce

12. Describe the measures taken by the entity to ensure a safe and healthy work place.

- Work instructions & Safe Work Practices were made & readily available
- Time to time safety training programmes are conducted to create awareness on safety

13. Number of Complaints on the following made by employees and workers:

Category	FY - 2024-25 (Current Financial Year)			FY - 2023-24 (Previous Financial Year)		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	NIL	NIL	NA	NIL	NIL	NA
Health and safety	NIL	NIL	NA	NIL	NIL	NA

14. Assessments for the year:

	% of plants and Offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	100%
Working Conditions	100%

15. Provide details of any corrective action taken or underway to address safety related incidents (if any) and on significant risks / concerns arising from assessment of health and safety practices and working conditions.

At ITI Limited, hazards and risks are identified through various auditing and inspection process. Corrective actions are implemented to mitigate significant Health and Safety hazards according to the hierarchy of controls.

PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators

1) Describe the processes for identifying key stakeholder groups of the entity

Key stakeholders are individuals, organizations, parties, or entities that influence our business, add value, or are critical elements of the value chain. Vendors, customers, employees, community and shareholders are some of our major stakeholders.

2) List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group

Stakeholder Group	Whether identified as vulnerable & marginalised Group (Yes/No)	Channel of Communication (Email, SMS, Newspaper, Pamphlets, Advertisements, Community Meetings, Notice Board, website, Others)	Frequency of engagement of (Annually/ Half Yearly/ Quarterly/ others- please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
Communities	No	Emails, letters, CSR initiatives	Ongoing/ Need basis	Engaging with local community for enhancing quality of life, skill developments training to make them self sufficient
Shareholders	No	Email, Newspapers, Advertisement, Stock Exchange, Website, Virtual meetings etc	Ongoing	Shareholders meeting and Resolution of grievance
Employees and workers	No	Intranet, Email, SMS, Virtual Calls,In-person meetings, internal events, notice boards	Ongoing	Relevant business communication, Career, learning & growth and HR policies & practices
Customers	No	Emails, letter, meetings	Ongoing	Organizing conclave with Vendors, showcasing of products through various exhibitions
Value Chain Partners	No	Email, website	Ongoing/Need basis	Tender are hosted in Website Procurement Plan for the interest of MSE vendors Open Tender available for Participation.
Regulatory Authorities	No	Scheduled meetings, Regular liaisoning with Industry forums	Ongoing	Discussion and inputs on regulations Business ethics

PRINCIPLE 5 - Businesses should respect and promote human rights

1) Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

Category	FY 2024-25 (Current Financial Year)			FY 2023-24 (Previous Financial Year)		
	Total (A)	No. of employees /workers covered (B)	% (B / A)	Total (C)	No. of employees /workers covered (D)	% (D / C)
Employees						
Permanent	632	118	18.67	817	74	9.06
Other than permanent	385	70	18.18	396	71	17.93
Total Employees	**1017**	**188**	**18.49**	**1213**	**145**	**11.95**
Workers						
Permanent	125	2	1.60	179	0	0.00
Other than permanent	226	28	12.39	284	18	6.34
Total Workers	**351**	**30**	**8.55**	**463**	**18**	**3.89**

2) Details of minimum wages paid to employees and workers, in the following format:

Category	Current Financial Year 2024-2025					Previous Financial Year 2023-2024				
	Total (A)	Equal to Minimum wage No.(B)		More than Minimum wage No.(C)		Total (D)	Equal to Minimum wage No.(E)		More than Minimum wage No.(F)	
		No. (B)	%(B/A)	No. (C)	%(C/A)		No.(E)	%(E/D)	No.(F)	% (F / D)
Employees										
Permanent	**632**	**Nil**	**Nil**	**632**	**100%**	**817**	**Nil**	**Nil**	**817**	**100%**
Male	483	Nil	Nil	483	100%	643	Nil	Nil	643	100%
Female	149	Nil	Nil	149	100%	174	Nil	Nil	174	100%
Other than Permanent	**385**	**Nil**	**Nil**	**385**	**100%**	**396**	**Nil**	**Nil**	**390**	**98%**
Male	284	Nil	Nil	284	100%	298	Nil	Nil	292	98%
Female	101	Nil	Nil	101	100%	98	Nil	Nil	98	100%
Workers										
Permanent	**125**	**Nil**	**Nil**	**125**	**100%**	**179**	**Nil**	**Nil**	**179**	**100%**
Male	118	Nil	Nil	118	100%	169	Nil	Nil	169	100%
Female	7	Nil	Nil	7	100%	10	Nil	Nil	10	100%
Other than Permanent	**226**	**Nil**	**Nil**	**226**	**100%**	**284**	**164**	**57.75%**	**120**	**42%**
Male	161	Nil	Nil	161	100%	196	112	57.14%	84	43%
Female	65	Nil	Nil	65	100%	88	52	59.09%	36	41%

3) Details of remuneration/salary/wages:

a) Median remuneration / wages:

b) Gross wages paid to females as % of total wages paid by the entity, in the following format

4) Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? No

5) Describe the internal mechanisms in place to redress grievances related to human rights issues.

As per Grievance redressal policy of the Company, all the employees can report to Grievance redressal committee existing in their respective Unit and they can submit their suggestions or complaints in suggestions box kept in the office premises. A Corporate Policy Circular concerning to the redressal of Grievances of Employees Unions / OA on every 2nd and 4th Friday of every month, and redressal of Grievances of Employees on every 1st and 3rd Friday of every month, has also been released.

6) Number of Complaints on the following made by employees and workers:

Category	FY 2024 - 2025 (Current Financial Year)			FY 2023 - 2024 (Previous Financial Year)		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual Harassment	0	0	NIL	0	0	NIL
Discrimination at work place	0	0	NIL	0	0	NIL
Child labour	0	0	NIL	0	0	NIL
Forced labour / Involuntary labour	0	0	NIL	0	0	NIL
Wages	0	0	NIL	0	0	NIL
Other Human rights related issues.	0	0	NIL	0	0	NIL

7) Number of Complaints on the following made by employees and workers:

	FY 2024 - 2025 (Current Financial Year)	FY 2023 - 2024 (Previous Financial Year)
Total Complaints reported un-der Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	0	0
Complaints on POSH as a % of female employees / workers	0	0
Complaints on POSH upheld	0	0

8) Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.

The Company has various policies such as Whistle Blower Policy, policy on Prevention of Sexual Harassment at Workplace (POSH), etc which protects the complainant from the adverse consequences in case of compliant file for discrimination or harassment.

9) Do human rights requirements form part of your business agreements and contracts?

Yes. As per Company Policy, Human rights are taken care. Working hours for regular as well as for the contract employees are limited to 8 hours. Fundamental rights are ensured to be in line with Govt. policies.

10) Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	100%
Forced Labour / Involuntary labour	100%
Sexual Harassment	100%
Discrimination at workplace	100%
Wages	100%
Others – please specify	

11) Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above. NIL

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1) Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:

Parameter	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
From renewable sources		
Total electricity consumption (A)	8101.45 GJ	9238.96 GJ
Total fuel consumption (B)	-	-
Energy consumption sources (C)	-	-
Total energy consumed from renewable sources (A+B+C)	**8101.45 GJ**	**9238.96 GJ**
From non-renewable sources		
Total electricity consumption (D)	119828.72 GJ	116075.49 GJ
Total fuel consumption (E)	414.29 GJ	652.26 GJ
Energy consumption through other sources (F)	-	-
Total energy consumed from non- renewable sources (D+E+F)	120243.00 GJ	116727.74 GJ
Total energy consumed (A+B+C+D+E+F)	**128344.46 GJ**	**125966.70 GJ**
Energy intensity per rupee of turnover (Total energy consumed / Revenue from operations)	35.49 GJ/CR	99.69 GJ/CR
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total energy consumed / Revenue from operations adjusted for PPP)	-	-
Energy intensity in terms of physical output	-	-
Energy intensity (optional) – the relevant metric may be selected by the entity	NA	NA

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. - **No**

2) Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any. - No

3) Provide details of the following disclosures related to water, in the following format:

Parameter	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Water withdrawal by source (in kilolitres)		
(i) Surface water	383810.00 KL	362077.00 KL
(ii) Groundwater	192791.00 KL	192879.00 KL
(iii) Third party water	59831.00 KL	58875.00
(iv) Seawater / desalinated water	-	-
(v) Others	80.20 KL	97.02 KL
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)	**636512.20 KL**	**613928.02 KL**
Total volume of water consumption (in kilolitres)	**636512.20 KL**	**613928.02 KL**
Water intensity per rupee of turnover (Total water consumption / Revenue from operations)	176.01 KL/CR	485.84 KL/CR
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP)	-	-
Water intensity in terms of physical output	-	-
Water intensity (optional) – the relevant metric may be selected by the entity	NA	NA

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.
Yes, Pollution Control Board.

4) Provide the following details related to water discharged:

Parameter	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Water discharge by destination and secondary / tertiary level of treatment (in kilolitres)		
(i) To Surface water		
- No treatment	-	-
- With treatment – please specify level of treatment	247262 KL	280107 KL
(ii) To Groundwater		
- No treatment	-	-
- With treatment – please specify level of treatment	-	-
(iii) To Seawater		
- No treatment	-	-
- With treatment – please specify level of treatment	-	-
(iv) Sent to third-parties		
- No treatment	-	-
- With treatment – please specify level of treatment	-	-
(v) Others	Wastewater treated & reused for horticulture application	Wastewater treated & reused for horticulture application
- No treatment	59806.68 KL	-
- With treatment – please specify level of treatment	24.32 KL	-
Total water discharged (in kilolitres)	**307093.00 KL**	**280107.00 KL**

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

YES. M/s Enviro Designs Eco Labs, Kochi for Palakkad Unit.

5) Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.
No

6) Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:

Parameter	Please specify unit	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
NOx	Mg/Nm3	37.23	31.55
SOx	Mg/Nm3	28.98	29.4
Particulate matter (PM)	Mg/Nm3	96.03	76.64
Persistent organic pollutants (POP)		-	-
Volatile organic compounds (VOC)		-	-
Hazardous air pollutants (HAP)		-	-
Others – please specify		-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, M/s. Vsix Analytical Labs Pvt.Ltd for Bengaluru Unit. M/s Enviro Designs Eco Labs , Kochi for Palakkad Unit .

7) Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

Parameter	Unit	FY 2024-25 (Current Financial Year)	FY 2023-24 (Previous Financial Year)
Total Scope 1 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO2 equivalent	-	-
Total Scope 2 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO2 equivalent	-	-
Total Scope 1 and Scope 2 emission intensity per rupee of turnover (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations)		-	-
Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)		-	-
Total Scope 1 and Scope 2 emission intensity in terms of physical output		-	-
Total Scope 1 and Scope 2 emission intensity (optional) – the relevant metric may be selected by the entity		-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No

8) Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.

Yes.

ITI has established manufacturing facility for Solar Panel Manufacturing with annual capacity of 18 MWp. ITI has got BIS certification for Poly Crystalline Solar Modules from 40Wp to 325Wp validity up to July-2026.

2,00,000 Nos of Smart LED Street Lights installation in BIHAR is under progress.

Under On Grid Utility Scale Solar System ITI had manufactured and supplied 18,955 Solar Panels (5.66 MW) of 325Wp for establishing the solar power plant at various units of ITI for captive use.

Approx. 10000 Nos of 120Wp Solar Panels supplied to M/s. Patanjali.

ITI is doing business in the area of renewable energy sources in line with the objective of Atmanirbhar Bharat is to create an ecosystem for Solar PV manufacturing in India, which reduces carbon emission progressively.

9) Provide details related to waste management by the entity, in the following format:

Parameter	FY 2024-25 (Current Financial Year)	FY 2024-25 (Previous Financial Year)
Total Waste generated (in metric tonnes)		
Plastic waste **(A)**	37.55	101.72
E-waste **(B)**	10.67	1.31
Bio-medical waste **(C)**	0.39	0.32
Construction and demolition waste **(D)**	-	-
Battery waste **(E)**	0.33	21.04
Radioactive waste **(F)**	-	-
Other Hazardous waste. Please specify, if any. **(G)**	0.93	5.11
Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector)	371.77	18.21
Total (A+B + C + D + E + F + G + H)	**421.63**	**147.70**
Waste intensity per rupee of turnover (Total waste generated / Revenue from operations)	0.12 MT/CR	0.12 MT/CR
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)	-	-
Waste intensity in terms of physical output	-	-
Waste intensity (optional) – the relevant metric may be selected by the entity	-	-
For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste		
(i) Recycled	-	-
(ii) Re-used	-	-
(iii) Other recovery operations	-	-
Total	-	-
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste	-	-
(i) Incineration	-	-
(ii) Landfilling	-	-
(iii) Other disposal operations	185.60	142.27
Total	**185.60**	**142.27**

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No

10) Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.

The waste materials are disposed through MSTC to the agencies approved by the respective state pollution control boards. Hazardous Waste/ Chemicals are treated separately depending upon their form and nature. Some of the strategies followed are Source segregation, Safe storage & handling and regulatory compliances.

11) If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:

Nil

S. No.	Location of operations/ offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.

12) Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:

Nil

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link

13) Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:

S. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the non- compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
Yes, the Company is 100% compliant with the applicable environmental law/ rules/ regulations/ guidelines in India.				

PRINCIPLE 7 Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1) a. Number of affiliations with trade and industry chambers/ associations.

b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such body) the entity is a member of/ affiliated to.

S. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National)
1	Telecom Equipment & Services Exports Pro-motion Council (TEPC)	National
2	Voice of Indian Communication Technology Enterprises ('VoICE')	National
3	Standing Conference of Public Enterprise (SCOPE)	National
4	National Safety Council	National

2) Provide details of corrective action taken or underway on any issues related to anti- competitive conduct by the entity, based on adverse orders from regulatory authorities.

S. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National)

PRINCIPLE 8 Businesses should promote inclusive growth and equitable development

Essential Indicators

1) Details of Social Impact Assessments (SIA) of projects undertaken by the entity basedon applicable laws, in the current financial year

Name and brief details of project	SIA Notification No	Date of Notification	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No)	Relevant Web link
As per applicable laws, SIA is not applicable for any of the projects undertaken by the Company					

2) **Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:**

S.No	Name of project for which R&R is ongoing	State	District	No. of project affected families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (in INR)
Not Applicable as no projects on Rehabilitation and Resettlement is undertaken by the Company						

3) **Describe the mechanisms to receive and redress grievances of the community:**

Complain can be received through Public Grievance Portal **https://pgportal.gov.in/Home/LodgeGrievance**

4) **Percentage of input material (inputs to total inputs by value) sourced from suppliers:**

	FY 2024-25 Current Financial Year	FY 2023-24 Previous Financial Year
Directly sourced from MSMEs/ small producers	0.67%	3.69%
Directly from within India	100%	100%

5) **Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost**

Location	FY 2024-25 Current Financial Year	FY 2023-24 Previous Financial Year
Rural		
Semi - Urban		
Urban		
Metropolitan		

PRINCIPLE 9 Businesses should engage with and provide value totheir consumers in a responsible manner

Essential Indicators

1) **Describe the mechanisms in place to receive and respond to consumer complaints and feedback**

Customer Service Centre is operational in ITI Palakkad unit as well as in Network Service Units in Bengaluru. 24*7 customer complaints services are provided from these centers

2) **Turnover of products and/ services as a percentage of turnover from all products/service that carry information about:**

	As a percentage to total turnover
Environmental and social parameters relevant to the product	
Safe and responsible usage	
Recycling and/or safe disposal	

4) **Number of consumer complaints in respect of the following: NIL**

	FY 2024 - 2025 (Current Financial Year)		Remarks	FY 2023 - 2024 (Previous Financial Year)		Remarks
	Received during the year	Pending resolution at end of year		Received during the year	Pending resolution at end of year	
Data privacy						
Advertising						
Cyber-security						
Delivery of essential services						
Restrictive Trade Practices						
Unfair Trade Practices						
Other						

5) Details of instances of product recalls on account of safety issues:

	Number	Reasons for recall
Voluntary recalls		
Forced recalls		

5) Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.

6) Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services

7. Provide the following information relating to data breaches:

- Number of instances of data breaches
- Percentage of data breaches involving personally identifiable information of customers
- Impact, if any, of the data breaches

8) Provide the following information relating to data breaches:

a. Number of instances of data breaches

b. Percentage of data breaches involving personally identifiable information of customers

c. Impact, if any, of the data breaches

For and on behalf of Board
Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Place: Bengaluru

Date : 13th August 2025

Annexure 5

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

I. Telecom and Electronic Industry Structure

The Telecom industry in India is the second largest in the world with a subscriber base of 1.207 Bn as of May 2025 (wireless + wireline subscribers). India has an overall tele-density of 85.36%, of which the tele-density of the rural market, which is largely untapped, stands at 59.33% while the tele-density of the urban market is 131.76 %. By the end of May 2025, the total number of internet subscribers increased to 974.87 Mn (Narrowband + Broadband subscribers), out of which 44.52% of the internet subscribers belonged to the rural areas. In India, the average monthly data consumption per user is 27.5 GB.

The industry's exponential growth over the last few years is primarily driven by affordable tariffs, wider availability, roll-out of Mobile Number Portability (MNP), expanding 4G and 5G coverage, evolving consumption patterns of subscribers, the Government's initiatives towards bolstering India's domestic telecom manufacturing capacity, and a conducive regulatory environment.

The DoT is targeting a combination of 100% broadband connectivity in the villages, 70% fiberisation of towers, average broadband speeds of 50 Mbps, and 50 Lakh km of optic fibre rollouts at a pan-India level by Dec 2024. Broadband connections rose to 924.07 Mn in Mar 2024 from 61 Mn in Mar 2014, growing by 1414%. As part of this, BharatNet Phase III focuses on enhancing rural broadband infrastructure through last-mile connectivity solutions and technological advancements, aiming to bridge the digital divide in India. This phase prioritizes high-speed internet access in rural areas, targeting over 600,000 villages with fiber-to-the-home (FTTH) and Wi-Fi hotspots, and aims to provide a minimum of 100 Mbps bandwidth. ITI is executing BharatNet Phase-3 Projects in Himachal Pradesh, West Bengal & Andaman & Nicobar Islands, and in the North East states comprising Arunachal Pradesh, Nagaland, and Manipur.

ITI is actively working in the manufacturing of 4G LTE RAN to be deployed for the BSNL network. ITI has dispatched more than 1000 Nos. of 4G eNodeB for BSNL West Zone. ITI is also manufacturing 4G RAN through technology transfer from CDOT. We are also exploring export opportunities for 4G LTE. Indian Railways aims to implement the Kavach (Train Collision Avoidance System) system across 44,000 km in 5 years. ITI is planning to be a part of this system with its in-house manufactured infrastructure systems, like 4G LTE and OFC, etc. Manufacturing of 4G LTE RAN for RDSO is in progress.

The Government has set a target of 280 GW of installed capacity of solar power generation by 2030. In a bid to push India's energy transition toward renewable sources, the Union Cabinet has allocated ₹19,500 crore under the production link incentive(PLI) programme for domestic manufacture of solar photovoltaic (PV) modules. ITI is planning for the expansion of Solar Module manufacturing units with a capacity from 18 MWP to 500 MWP. ITI Naini unit is working with a focused approach to target the requirements of the new Solar Business and to expand market reach and build up the local supply-chain eco-system in India, thus generating more jobs and revenue.

The government has allocated Rs 21.58 billion for optical fibre cable-based network for defence services and Rs 7.16 billion for telecom projects in the northeastern states. Seeing the huge demand for OFC cable from Railways, BharatNet, and Defense projects, and for 5G projects, ITI is planning for the expansion of Optical Fiber Cable Manufacturing capacity to stay competitive in the OFC market.

In spite of best efforts, ITI faced difficulties in delivering some of the products and systems, as per timelines, due to non-receipt of components, modules, assemblies, etc, involving Semiconductor ICs both from Indian and foreign sources, as per the committed delivery timelines. Meetings at the government level are being planned with these chip manufacturers to shorten these logistical delays.

However, ITI is taking necessary actions like alternate sourcing/redesign coordination with Technology partners like C-DOT and proactive sourcing to shorten the procurement cycle time to manage the semiconductor shortage/delays.

ITI manufactured passive items like OFC, HDPE, Smart Racks, and Power Supply Systems. BharOS-powered Routers are also being considered for deployment in NER2. Capability to encapsulate the network hardware through Indigenous Operating System (BharOS) to ensure reliable & secure Networked IT for the nation, must be considered eligible for PLI, despite the hardware could be sourced from anywhere, considering the constraints in the manufacture of components in-house.

II. Opportunities and Threats

Opportunities:

With the existing sectors like Telecommunications, Defence Electronics Industrial, Automobile, the advent of disruptive technologies like Electric Vehicles, 5G, Drones, Medical Technology, Agriculture Technology, IoT, Satellite Broadband, Defence, Space, and power electronics, among others, are the market segments for faster innovation. India is evolving as an innovation-driven R&D destination for global companies.

The AatmaNirbhar Bharat Abhiyan of the Government promotes local production and aims to implement a Phased Manufacturing Program for designated product segments in Digital Communication Technologies.

Govt. has allocated Rs 42.03 billion for incentives for Electronic assembly, test, and packaging plants. Specifically, Rs 15 billion is designated for semiconductor fab or electronic chip plants, which could be the potential area of opportunity for ITI. The growth in the EMS market presents an opportunity for Design-led manufacturing, which is given thrust by way of incentivization under schemes like PLI. Public Procurement policy and guidelines for Preference to Make in India will unfold many opportunity areas and boost local manufacturing in the telecom product and service sectors.

In the fields of 4G LTE communications, defence electronics, solar power plants, and medical electronics, there are several business opportunities. To produce diverse electronics and communications devices, ITI has collaborated with a number of start-ups, MSMEs, and reputed technical partners.

5G Global Market is growing and will be of the Order of 2.6 trillion USD by 2026. With the maturing of Solar Films and Battery Technologies, Solar Plants will take over Thermal power plants in the future. Small capacity Power Plants usage in Telecom, specifically for RAN, will keep on increasing. Homegrown Power Supplies and Inverter market are promising businesses for ITI. E and V Band Radio will be used in High-Capacity Backhauls, and will also be a substitute for Optical Fiber cable where it cannot be laid. The approach of executing proof of concept (POC) first and further to go ahead with TOT will result in successful product acquisition for ITI.

The enormous disparity between local demand and local supply in India, which is a result of the country's excessive reliance on imports, is considered a potential to boost the manufacturing index in the electronics hardware and software divisions.

Current opportunities for ITI are the following.

1. Government's emphasis on Make-In-India and Atmanirbhar Bharat for the manufacture of Telecom and Electronic equipment.
2. Execution of BharatNet phase-III project to extend high-speed Broadband services to every village across the country.

3. Growing Telecom, Defence, and security needs in the country.
4. Product manufacturing for BSNL 4G RAN and network implementation
5. ASCON Phase-IV project implementation
6. Govt policy towards promotion of alternate energy sources like Solar, Electric Vehicles.
7. Opening up of the Space electronics market for Indian industries.
8. Modernisation of BSNL Railways, Defence networks.
9. Growing market for areas such as Smart City, Energy Storage Products, Data Centre, Network & Cyber Security, Solar-based power plants, Defense market, etc.
10. Govt. PLI scheme and promotion of indigenization.

Threats:

Currently, the Indian electronics industry is characterised by a highly competitive industry wherein rapid technological change renders the huge investment made by OEMs and TSP out of date within a short time span.

The Company has identified the following threats in the changing business environment:

1. Pace of product innovation and competitiveness remains high.
2. Obsolescence of existing network elements and rapidly changing technology.
3. Stringent procedures and compliance, especially being a PSU, make it difficult to compete with smaller private players.
4. Policy interventions favoring the Private Sector
5. Difficulty in sourcing of few critical components and technologies.
6. Increase in competition from Private players and foreign OEMs, including their JVs in the Telecom Sector.

III. Strengths and Weaknesses

Strengths:

1. ITI has a decade of experience in Electronic equipment manufacturing and providing telecom turnkey solutions for the creation of a national network.
2. State-of-the-art infrastructure for manufacturing for a complete range of telecom/ electronic products.
3. Strong in-house R&D with skilled workforce and strong domain knowledge.
4. Experience in deploying and maintaining strategic telecom network infrastructure for the Defence establishment on a turnkey basis.
5. Capacity for end-to-end execution of Mega projects like BharatNet, ASCON, and various state and central Govt projects.
6. Cybersecurity infrastructure (SOC) to provide various IT security services from ITI Tier-3 Data Centre.
7. Telecom testing labs for telecom equipment testing under the Department of Telecommunications' Mandatory Testing and Certification of Telecom Equipment (MTCTE) rules.
8. Pan-India presence (6 Manufacturing Plants at Bengaluru, Palakkad, Rae Bareli, Mankapur, Naini, and Srinagar) as well strong marketing presence through countrywide 8 RO offices at Bengaluru, Chennai, Hyderabad, Delhi, Mumbai, Kolkata, Lucknow, Bhubaneswar, and many associated Area offices.
9. Capacity augmentation for indigenous manufacturing of 4G RAN.
10. In-house project execution capabilities to work in the most challenging terrains across India.
11. Wide product range with a strong Product Marketing Team
12. Loyal customer base / strong relationship

Weakness:

1. Lower project margins due to stiff competition in the market.
2. Low working capital for manufacturing and project execution.
3. Long cycle time of component procurement
4. Fewer Intellectual Property (IP) acts as a barrier to growth.
5. High working capital requirement due to a change in Business Model to DBOM (Design, Build, Operate and Maintain) / Deferred payment

IV. Future Outlook

Order book of ITI is about Rs. 16,180 Cr, including Advanced Purchase Order as on 31.03.2025. ITI is focusing on manufacturing in a big way and plans to take up turnkey projects as a System Integ rator (SI) to increase the value addition. ITI is executing a defence order for Phase IV of the Army Static Switched Communication network (ASCON) project. To be part of nation building, ITI has completed the Order from BSNL for Planning, Engineering, Supply, Installation, & Commissioning and AMC of 4G Mobile Network for 23,633 Sites in the West Zone of the BSNL Network. ITI has received an additional order of Rs 1142 Cr for RAN manufacturing from BSNL.

We will closely work with C-DOT, research, premier academic institutions, and progressive technology partners for developing new products and systems in emerging technologies.

The company is now manufacturing several new telecom products, including 4G RAN, G-PON, OFC, HDPE Duct, Laptops, Personal Computers, and Solar panel products. The company is working on the development of new products like Electronic Voting machine (EVM) & Voter Verifiable Paper Audit Trail (VVPAT), Digital Mobile Radio (DMR), Compact TESD (Terminal End Secrecy Device), and Software Defined Radios. ITI has won contracts of BharatNet projects like Himachal Pradesh, West Bengal & Andaman & Nicobar, Arunachal Pradesh, Nagaland, and Manipur. In addition, major focus has been given by the company to the manufacturing of encrypted telecommunication equipment required for the Defence sector. Products like Smart Energy Meters, Unlicensed band Radio(UBR), High Capacity Radio relay(HCRR) and Captive 4G/ 5G Network Systems, Solar Products like Solar Street Light, Solar Plants including Solar Inverters & Smart Poles, and Leak Tester are being considered for manufacturing this year.

The company is planning to enter into the manufacturing of new products like monocrystalline solar cells, SDWAN, EVM, and contract manufacturing will remain the focus areas.

ITI is continuously pursuing opportunities to expand business by capturing new customers in the existing and new geographies. We will pursue and focus on business models like OPEX, Service model, and Government-owned company-operated (GOCO) to increase our revenue margins. Currently, our presence in international geographies is less, but we will focus our strategy on creating marketing offices to increase business opportunities in South East Asia, the Middle East, and Africa by collaborating with other Indian companies and local partners.

While opportunities are many, we also anticipate challenges due to competition, geopolitical situations, changing policies and regulatory landscapes, emerging new technologies, and evolving customer expectations. We will remain focused on increasing our business and accepting new challenging assignments in the future.

V. Risk Management:

The Enterprise Risk Management (ERM) framework implemented as part of Governance, Risk Management and Compliance (GRC) in the Company is based on global best practices in Risk Management as covered by ISO 31000:2018 and IEC 31010:2019 and has enabled the Company to fully integrate the Risk Management into its normal business operations.

The Company's ERM policy framework is a structured process that involves:

- Identifying all external and internal risk-factors.
- Assessing the impact of these risks on the organization's business and financial targets.
- Prioritizing the identified risk-factors.
- Exploring various alternatives for treating these risks.
- Implementing controls and monitoring mechanisms for managing the risks.

ERM is an ongoing and dynamic process that requires iteration and adaptation to changing circumstances. The Company's ERM Manual is a well-structured framework having four layers of governance team's i.e.

- Level-1: URMC (Unit Level Risk Management Committee)
- Level-2: ERMSC (ERM Steering Committee)
- Level-3: ERMGC (Enterprise Risk Management Governing Committee) or RMC (Risk Management Committee)
- Level-4: Risk Management Committee at Board Level.

These Committees are responsible to monitor the policy implementation across all the Units by following approved ERM Process, ERM Governance Structure, Roles and Responsibilities of the relevant stakeholders, formation of Risk Registers, provide their continuous contribution to operation of ERM in all the Units of Company.

The establishment and maintenance of the ERM framework is facilitating effective decision making process at different levels of the Company. The Risk Register maintained by the Company includes standalone risks identified for the Corporate as well as any significant risks from the Units that merit attention of the Corporate, which will be regularly be presented and reviewed by the Task Force Committee.

All the Units submit and update ERM Risk Register to the ERM Steering Committee (ERMSC). As part of the policy operation ERMSC have conducted monthly risk management review meetings on 08th April 2024, 14th May 2024, 18th June 2024, 16th July 2024, 20th August 2024, 24th September 2024, 22nd October 2024, 19th November 2024, 24th December 2024, 21st January 2025, 25th February 2025 and 19th March 2025 with all the Units (URMSC). In the Risk Management Committee Meeting held on 9th August 2024, the high-priority risks and mitigation plans proposed were reviewed.

As framed in the ERM Manual, Risk Management activities will be carried out on an ongoing basis as part of the routine business operations.

VI. Human Resources

As on 31st March 2025, your Company had a total employee strength of 1368 as compared to 1676 at the end of the previous year. The detailed information on material developments in Human Resources/ Industrial front is given in Directors' Report.

VII. Internal Control Measures

The Company's internal control systems are commensurate with the nature of its business, the size, and complexity of its operations. Internal Audit Department of the company at Corporate office and Units, reviews compliance with the Company's procedures & policies. The department coordinates with the Unit/Divisions of the Company for ensuring coverage of all major areas of operations and such internal financial controls with reference to Financial Statements are adequate.

VIII. Financial Performance

Your Company has achieved a sales turnover of Rs. 4323 crore for the year ended 31st March 2025, as compared to Rs 1628 crore in the previous year. The detailed information on financial performance with respect to operational performance is given in Directors' Report.

IX. Details of Significant changes in Key Financial Ratios

Sl. No	Particulars	FY 2024-25	FY 2023-24	Reasons for variation
1	Debtors Turnover	1.08	0.49	Due to faster collection from customers and better control over receivables
2	Inventory Turnover	16.26	6.50	Due to higher sales and efficient stock management
3	Interest coverage ratio	1.08	2.17	Due to increase in interest cost
4	Current Ratio	0.88	0.88	NA
5	Debt Equity ratio	0.94	1.03	Due to repay of borrowings and increase in operating profit
6	Operating Profit Margin (%)	-0.78%	-25.00%	Due to increase in contribution/margin
7	Net Profit Margin (%)	-6.45%	-45.03%	Due to increase in revenue and contribution/margin

Details of any change in Net Profit Margin as compared to the immediately previous financial year along with a detailed explanation thereof.

There is significant change in the Net Loss as compared to the immediately preceding financial year, the ratio for Net Profit Margin has significantly improved in the FY 2024-25.

X. Environmental Protection and Conservation:

The Company's Units are spread across the Country at different locations viz. Bengaluru, Mankapur, Rae Bareli, Naini, Palakkad and Srinagar. Environment Protection & Management of the Units is governed by various Acts & Rules like The Environment (Protection) Act, 1986, The Air (Prevention and Control of Pollution) Act, 1981, The Water (Prevention and Control of Pollution) Act, 1974, Hazardous Waste (Management, Handling and Transboundary Movement) Rules, 2016, The Solid Wastes Management Rules, 2016, etc. All the Units comply with the applicable Acts and Rules.

XI. Technological conservation, Renewable energy developments, Foreign Exchange conservation:

Relevant information in this regard is disclosed in the Directors' Report.

XII. Cautionary Statement

Statements made in the Management Discussion and Analysis about your Company's objectives, estimates and expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's performance include economic conditions affecting demand/supply and price conditions in the domestic market in which your Company operates, changes in Government regulations, tax laws, statutes and other incidental/related matters.

For and on behalf of Board

Place: Bengaluru

Date : 13th August 2025

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Annexure 6

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

SECTION 134 OF THE COMPANIES ACT, 2013 READ WITH THE COMPANY'S (ACCOUNTS) RULES, 2014

(A) CONSERVATION OF ENERGY:

a) Steps taken or impact on conservation of energy:

The Company's operation involves low energy consumption. Nevertheless, energy conservation measures have already been taken wherever possible. Efforts to conserve and optimize the use of energy through improved operational methods and other means will continue.

- Installation of Solar power plant in factory area
- Replacement of outdated equipment with energy efficiency equipment

b) Steps taken by company for utilizing alternate sources of energy and capital investment on energy conservation equipment:

In its constant endeavour to conserve energy, ITI has established 5660 KW Solar Power Plant at all Production Units, Corporate Office and MSP-Lucknow for meeting the captive requirements.

(B) TECHNOLOGY ABSORPTION:

(i) Efforts made towards Technology Absorption

(a) Development of IRNSS-RS Receiver with ToT from SAC, ISRO and Security Module of the Receiver with ToT from RCI, DRDO

(b) Development of NBC Leak Tester with ToT from DEBEL, DRDO

(c) Development of Post-Quantum In-Line Encryptor in collaboration with C-DOT

(ii) Specific areas of R&D work

(a) Design and Development of Secrecy products for Defence and Government customers

(b) Design and development of Power supply units

(c) Development of Encryption Algorithms

(d) Support for legacy secrecy products supplied and networks executed for Defence

(e) Development of Multi-Post EVM for various Sate Election Commissions

(f) Development of Smart Energy Meter

(g) Engineering services w.r.t hardware development of Crypto Product (Versatile Hardware Platform) designed by CAIR DRDO for strategic applications

(iii) Benefits derived as a result of the above R&D

The following R&D Products were productionised, which contributed for more than Rs.10 Cr turnover to the Company:

(a) Encryption products like E1 BEU for Eastern command, 1GE -IP Encryptor and crypto accessories like MFG, CFG, ALD to customers like Assam Rifles, IB-MHA, JCB and NSG

(b) Field Telephones

(c) Multi-post EVM to West Bengal SEC

(iv) Imported Technology

Imported during last three years reckoned from the beginning of the financial year - NIL

(v) Plan of Action

The following products are under development

(a) Three types of Encryptors, namely, E-TESD, E-flexi and E-BEU for PMO DCN

(b) IRNSS-RS receivers for Defence with ToT from SAC, ISRO and RCI DRDO

(c) 1GE IP encryptors for ITBP

(d) FCE MK II for Army

(e) Digital Mobile Radio

(f) Smart Energy Meter

(vi) R&D Expenditure

(a) Capital - NIL

(b) Revenue Rs. 12.83 Cr

TOTAL Rs. 12.83 Cr

Total R&D Expenditure as a percentage of total turnover (Excluding Excise Duty and Services Tax) 1.55%

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO

a) Activities relating to exports, initiative taken to increase exports, development of new Export markets for products and services and export plans: NIL

b) Total Foreign Exchange earnings and outgo

Earnings: NIL

Outgo : Rs. 11.38 Cr

For and on behalf of Board

Place: Bengaluru

Date : 13th August 2025

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

REPORT ON CORPORATE GOVERNANCE

The details of compliance by the Company with the norms of Corporate Governance, in accordance with the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) as amended read with Department of Public Enterprises Guidelines on Corporate Governance (DPE Guidelines), are as under:

1) OUR CORPORATE GOVERNANCE PHILOSOPHY

The Corporate Governance framework and philosophy is a reflection of the Company's corporate culture, policies, values and relationship with stakeholders which is driven relentlessly across the organisation. The Company believes that good Corporate Governance is essential for achieving long-term corporate goals and to enhance stakeholders' value. As a good corporate citizen, the Company lays great emphasis on a corporate culture of integrity, fairness, transparency, accountability and responsibility for efficient and ethical conduct of its business.

Our Corporate Governance is reinforced through the Company's Code of Conduct and Ethics, Corporate Governance Guidelines, Policies and Committee charters. The Board and Management processes, audits and internal control systems reflect the corporate governance framework principles

2) BOARD OF DIRECTORS

a) Board Composition:

As on 31st March 2025, the ITI Board comprised 6 Directors represented by 4 Whole-time (Executive) Directors including Chairman & Managing Director, 2 Part-time (Ex-Officio) Directors (Government Directors).

The Composition of Board of Directors is not in line with the requirements of Listing Regulations and DPE guidelines. The Company does not have sufficient number of Independent Directors. Accordingly, the Company has taken up with the Administrative Ministry for appointment of requisite number of Independent Directors to fulfil the statutory requirements.

b) Category and attendance of Directors:

The particulars regarding composition of Board of Directors as on 31st March, 2025 and the details of other Directorships & Membership/Chairmanship of Committees of Board as on that date, attendance of each Director at Board Meetings held during 2024-25, last Annual General Meeting (AGM) are furnished below:

Name of Director & Director Identification Number	Designation	Total Board Meetings		Attendance at the last AGM	Other Directorship held in Public Companies	Other Committee memberships held	
		Held during tenure of Director	Attended during tenure of Director			As member	As Chair person
Executive Directors							
Shri Rajesh Rai DIN: 10052045	Chairman and Managing Director	8	8	YES	1	0	0
Shri Rajeev Srivastava DIN: 08921307	Director Finance & Chief Financial Officer	8	8	YES	1	3	1
Smt S Jeyanthi[1] DIN: 10059174	Director Production/ Director HR (Addl Charge)	8	8	YES	Nil	3	1
Shri Ramana Babu C V DIN: 10478320	Director Marketing	8	8	YES	Nil	2	0
Non – Executive Directors - Part time Official Directors							
Shri Alok Shukla Sr. [2] DDG (Pers.) DIN: 10849459	Government Director	1	1	NA	NA	NA	NA
Shri Sunil Kumar Verma[3] (Joint Secretary) A, DoT DIN: 09800644	Government Director	2	2	NA	NA	NA	NA
Lt. Gen. Kanwar Vinod Kumar (Signal Officer in Chief) DIN: 10366028	Government Director	8	5	YES	NA	0	0
Shri Mukesh Mangal[4] DDG (AI&DIU) DIN: 10460089	Government Director	3	3	NA	NA	1	Nil

Name of Director & Director Identification Number	Designation	Total Board Meetings		Attendance at the last AGM	Other Directorship held in Public Companies	Other Committee memberships held	
		held during tenure of Director	attended during tenure of Director			As member	As Chair person
Non – Executive Directors - Part time Non - Official Director							
Dr Raja Nayak[5,9] DIN: 06451006	Independent Director	4	4	YES	Nil	3	1
Shri Billeswar Sinha[6,9] DIN: 09393543	Independent Director	4	4	YES	Nil	1	1
Smt Mamta Palariya[7,9] DIN: 07749007	Independent Director	4	4	YES	Nil	1	2

Note:

1) Smt S Jeyanthi is the chairperson of Audit Committee.

2) Shri Alok Shukla was appointed as the Government Director with effect from 25th November, 2024 and ceased to be the Government Director with effect from 30th January 2025.

3) Shri Sunil Kumar Verma was appointed as the Government Director with effect from 30th January 2025.

4) Shri Mukesh Mangal ceased to be the Government Director with effect from 19th November, 2024.

5) Sri Raja Nayak, Independent Director is the Chairperson of Stakeholders Relationship Committee.

6) Sri Billeswar Sinha, Independent Director is the Chairperson of Nomination and Remuneration Committee.

7) Smt Mamta Palariya, Independent Director is the Chairperson of Corporate Social Responsibility Committee.

8) With effect from 09th November, 2024 Sri Raja Nayak, Sri Billeswar Sinha, and Smt Mamta Palariya, ceased to be the Independent Director.

Note:

- None of the Director / Key Managerial Personnel is related to each other and there are no inter se relationships between the Directors.
- As per the declarations received, none of the Non-executive Directors are holding any equity shares in the Company.
- Directors do not have any pecuniary relationships or transactions with the Company (except remuneration, including sitting fees, as they are entitled) ;
- None of the Director is on the Board of any Listed Company as on 31st March 2025.
- The Directors neither held membership of more than 10 Committees nor acted as Chairperson of more than 5 Committees across all the companies in which he/she is a Director.
- Video-conferencing facilities are also used to facilitate Directors residing at other locations to participate in the meetings.
- The Board periodically reviews the compliance reports of all laws applicable to the Company.

c) Core Skills / expertise / Competencies of the Board of Directors

Being a Government Company, all the Directors on the Board viz. Functional Directors, Government Directors and Independent Directors are appointed by the Government as per well laid down process for each category of Directors. The core skills, expertise and competence required for the Board to function effectively, in the context of the Company's business, forms an integral part of the Government's process for selection of the Directors. In view thereof, the Board of the Company has not identified any such core skills or expertise or competence required by a Director as required under Listing Regulations.

d) Independent Directors:

(i) The Independent Directors on the Board have registered with the Indian Institute of Corporate Affairs as notified under Section 150(1) of the Companies Act, 2013.

(ii) During the year under review, no Independent Director has resigned from the Company.

(iii) Details of Familiarization & Training programs for Directors :

(iv) The details of Familiarisation programme imparted to the Independent Directors of the Company is available on the Company's website at https://www.itiltd.in/Investor%20information/2022/Familiraisation%20programme-Independent%20Directors_updated_18_07_2022.pdf

(v) Separate Meeting of Independent Directors :

(vi) No separate meeting of Independent Directors was held during FY 2024-25, since all the 3 Independent Director's term was ceased with effect from 9th November 2024.

(vii) Declaration of Independence:

The Independent Directors of the Company have provided a declaration confirming that they meet the criteria of independence as prescribed under the Companies Act, 2013 and Listing Regulations and are registered with Independent Director's Databank maintained by Indian Institute of Corporate Affairs. It is affirmed that in the opinion of the Board, the Independent Directors fulfil the conditions specified in Listing Regulations are independent of the Management.

e) Dates of Board Meetings:

During the year under review 8 Board Meetings were held on:

28th May, 2024	10th July, 2024	12th August, 2024
10th October 2024	14th November, 2024	24st December, 2024
13th February, 2025	27th March, 2025	

1) BOARD COMMITTEES:

a) AUDIT COMMITTEE:

Pursuant to the cessation of all the Independent Directors, the composition of the Audit Committee is not in line with Section 177 of the Companies Act, 2013 read with Rules made thereunder, Listing Regulations and the DPE Guidelines.

As on, 31st March, 2025 the Audit Committee consists of three Executive Directors details of which is as follows:

(i) Smt S Jeyanthi - Chairperson

(ii) Shri C V Ramana Babu - Member

(iii) Shri Rajeev Srivastava - Member

During the year ended 31st March 2025, 5 Audit Committee meetings were held on 28th May 2024, 12th August 2024, 10th October 2024, 14th November 2024 and 13th February 2025.

During the year under review, there was change in membership of the Committee, as mentioned below:

- Smt Mamta Palariya, Dr Raja Nayak and Shri Billeswar Sinha ceased to be Independent Directors on 09.11.2024 and also ceased to be the members of the committee.
- With effect from 13.11.2024, Smt S Jeyanthi, Director Production and Director HR (Addn. Charge), was inducted as the chairperson of the committee and Shri Rajeev Srivastava and Shri C V Ramana Babu were inducted as members of Audit Committee.

The details of attendance for Audit Committee meetings are as follows:

Name of the Member	Meetings held during tenure of Director	Meetings attended during tenure of Director
Smt Mamta Palariya[1]	3	3
Dr Raja Nayak[1]	3	3
Shri Billeswar Sinha[1]	3	2
Smt S Jeyanthi[2]	5	5
Shri Rajeev Srivastava[3]	2	2
Shri C V Ramana Babu[3]	2	2

1. Dr Raja Nayak, Shri Billeswar Sinha, and Smt Mamta Palariya ceased to be member with effect from 9th November, 2024.
2. Smt S Jeyanthi was inducted as Chairperson of Audit Committee w.e.f 13th December 2024.
3. Shri Rajeev Srivastava, Shri C V Ramana Babu were inducted as members of Audit Committee from 13th December, 2024.

Director Finance and Chief Financial Officer are the permanent invitees of the Committee and Company Secretary acts as Secretary of the Committee.

b) NOMINATION AND REMUNERATION COMMITTEE (NRC)

The terms of reference and composition of the Nomination and Remuneration Committee are as per the provisions of Section 178 of the Companies Act, 2013, Regulation 19 of Listing Regulations (except to the extent of exemptions provided to Government Companies) till 9th November 2024. But, pursuant to the cessation of all the Independent Directors, the composition of the Nomination and Remuneration Committee is not in line with Section 178 of the Companies Act, 2013 read with Rules made thereunder, Listing Regulations and the DPE Guidelines.

The terms of reference of the Committee as per the provisions of the Companies Act, 2013 and Listing Regulations is limited to the extent of Senior Management i.e. one level below the Board and as per DPE Guidelines for performance related pay.

As on 8th November 2024, NRC comprised of:

(i) Shri Billeswar Sinha, Independent Director- Chairman;

(ii) Smt Mamta Palariya, Independent Director- Member;

(iii) Dr Raja Nayak, Independent Director- Member and

(iv) Shri Mukesh Mangal, Government Director- Member

During the year ended 31st March 2025, the NRC meeting was held on 12th August 2024.

As on 31st March 2025, the NRC stood non-constituted owing to the cessation of all Independent Directors.

The details of change in the tenure of member, if any, number of meeting held during the year and their attendance for the NRC Meetings are as under:

Name of the Member	Meetings held during respective tenure of Director	No. of Meetings attended
Shri Billeswar Sinha1	1	0
Smt Mamta Palariya1	1	1
Dr Raja Nayak1	1	1
Shri Mukesh Mangal2	1	1

Shri Billeswar Sinha, Smt Mamta Palariya, Dr Raja Nayak ceased to be member with effect from 9th November, 2024.

Shri Mukesh Mangal

REMUNERATION OF DIRECTORS

i) Remuneration to Whole-time Directors

The remuneration paid to Whole-time Directors for the financial year 2024-25 are as follows:

(Amt in Rs)

Sl.No	Name of the Director	Designation	Salary	Perquisites	PF Contribution	Total
1	Shri Rajesh Rai	CMD	35,57,535	3,53,729	3,35,661	42,46,925
2	Shri Rajeev Srivastava	Director Finance & CFO	24,92,625	2,47,263	2,98,446	30,38,334
3	Shri C V Ramana Babu	Director Marketing	40,33,311	3,33,325	3,31,569	46,98,205
4	Smt S Jeyanthi	Director Production and Additional Director HR	23,66,622	1,94,830	2,80,745	28,42,197
5	Shri Y Sathyan - (W.e.f 24.12.2024)	Company Secretary	4,94,731	-	60,722	5,55,453
6	Smt. Shalini Ghatak (Till 17.06.2024)	Ex-Company Secretary	2,21,784	-	27,216	2,49,000

Notes:

a. The service contract/ notice period/ severance fee etc., for the above Directors are as per the terms of appointment made by the Government of India.

b. During the year 2024-25, no bonus/ commission was paid and no Stock Options were issued to the Directors.

c. During the year under review, no Performance related pay has been made to Executive Directors.

(ii) Part-time Government Directors' compensation

The Government Directors are not paid any remuneration, sitting fees, etc.

(iii) Independent Directors' compensation

The Independent Directors are not paid any remuneration except sitting fees of Rs 15,000/- per meeting for attending meetings of the Board and Committees thereof. The sitting fees paid during the year 2024-25 are as under:

in Rs

Name of the Director	Board Meeting	Committee Meeting	Total
Smt Mamta Palariya	60,000	60,000	1,20,000
Dr Raja Nayak	60,000	75,000	1,35,000
Shri Billeswar Sinha	60,000	45,000	1,05,000

(iv) The remuneration of senior management just one below the level of Board of Directors, appointment or removal of them including Chief Financial Officer and Company Secretary, as specified in Part A (E) of schedule (II) of Listing Regulations are governed by the Companies Act, 2013, Listing Regulations and DPE guidelines and the same is reported to the Board from time to time.

(v) The performance evaluation of the Directors (including Independent Directors) has not been carried out by the Nomination & Remuneration Committee, as being ITI Limited a Government Company, the powers relating to appointment, evaluation and the terms of Directors vests with the Government of India. Such performance evaluation is exempted for Government Companies under the provisions of the Companies Act, 2013.

(vi) The Company Secretary acts as the Secretary of the Nomination & Remuneration Committee.

c) STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee ('SRC') looks into various aspects of interest of shareholders. The Committee ensures in servicing and protecting the interests of shareholders, maintaining cordial investor relations and overseeing the mechanism to review and redress investors' grievances. The Committee overseas and reviews the performance of Registrar and Share Transfer Agent and action taken by the Company.

The terms of reference and the composition of the SRC is in terms with the provisions of Section 178 of the Companies Act, 2013 and Listing Regulations.

As on 8th November 2024, SRC comprised of:

(i) Dr Raja Nayak, Independent Director- Chairman;

(ii) Shri Rajeev Srivastava, Director Finance- Member; and

(iii) Smt S Jeyanthi, Director Production and Director HR (Addn. Charge)- Member.

The Company Secretary acts as the Compliance Officer of the Company.

As on 31st March 2025, the SRC stood non-constituted owing to the cessation of all Independent Directors.

During the year ended 31st March 2025, SRC meeting was not held.

The Company endeavours to resolve complaints / grievances / queries of stakeholders / investors within a reasonable period of time. During the financial year 2024-25, the Company has received nil complaints from shareholders.

Investors Relations Cell:

The information frequently required by investors and analysts are available on the Company's website www.itiltd.in under the 'Investors' page. The website provides updates on financial statements, investor related events and presentations, annual reports, shareholding pattern along with media releases, and report on Corporate Governance, etc.

d) CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Board has constituted the Corporate Social Responsibility (CSR) Committee to recommend, monitor and administer activities under the CSR Policy and to also oversee its performance / implementation. The terms of reference and composition of the CSR Committee are as

specified in section 135 of the Companies Act, 2013 read with Rules made thereunder.

As on 8th November 2024, the CSR Committee comprised of:

(i) Smt Mamta Palariya, Independent Director- Chairperson;

(ii) Shri Rajeev Srivastava, Director Finance- Member; and

(iii) Smt S Jeyanthi, Director Production and Director HR (Addn Charge)- Member

As on 31st March 2025, the CSR stood non-constituted as the law doesn't mandate the constitution of CSR Committee for companies having CSR expenditure less than Rs. 50 lakhs.

During FY 2024-25, one CSR Committee Meeting was held on 12th August 2024.

The details of change in the composition of Committee, if any, number of meeting held during the year and their attendance for the CSR Meeting are as under:

Name of the Member	Meetings held during tenure of Director	No. of Meetings attended during tenure of Director
Smt Mamta Palariya	1	1
Shri Rajeev Srivastava	1	1
Smt S Jeyanthi	1	1

The CSR Policy is hosted on the website of the Company on the link https://www.itiltd.in/csr. The CSR Report, as required under the Companies Act, 2013 for the year ended 31st March 2025 is annexed to the Director's Report.

e) RISK MANAGEMENT COMMITTEE

The Company has constituted a Risk Management Committee to review the risk management process involving risk assessment and minimisation procedure. The terms of reference of Risk Management Committee are as specified in Listing Regulations.

As on 8th November, 2024, the Risk Management Committee comprised of:

(i) Shri Rajeev Srivastava, Director Finance- Chairman

(ii) Dr Raja Nayak, Independent Director- Member

(iii) Shri Ramana Babu C V, Director Marketing- Member

(iv) Smt S Jeyanthi, Director Production and Director HR(Addn Charge)- Member

As on 31st March 2025, the RMC stood non-constituted owing to the cessation of all Independent Directors.

During FY 2024-25 one Risk Management Committee Meeting was held on 9th August 2024.

The details change in the tenure of members, if any, number of meeting held during the year and their attendance for the Risk Management Committee Meeting are as under:

Name of the Member	Meetings held during respective tenure of Director	No. of Meetings attended
Shri Rajeev Srivastava	1	1
Dr Raja Nayak	1	1
Smt S Jeyanthi	1	1
Shri Ramana Babu	1	1

4) GENERAL BODY MEETINGS

a) Details of last three AGMs of the Company :

The date, time, venue of the previous AGMs, Special resolution passed during the last three years are given below:

Financial Year	Date & Time	Venue	Special Resolution(s) passed
2021-22	28th September 2022 at 11.30 am		Appointment of Dr Raja Nayak (DIN: 06451006) as an Independent Director of the Company. Appointment of Shri Billeswar Sinha (DIN: 09393543) as an Independent Director of the Company. Appointment of Smt Mamta Palariya (DIN: 07749007) as an Independent Director of the Company.
2022-23	28th September 2023 at 11.30 am		No
2023-24	8th November 2024 at 11.30am		No

b) Extraordinary General Meetings :

No Extraordinary General Meeting of the shareholders was held during the year 2024-25.

c) Postal Ballot :

During the year under review no resolution was passed through postal ballot. Any decisions on matters requiring approval of shareholders through postal ballot system will be obtained as per the procedures laid down in the Act.

4) MEANS OF COMMUNICATIONS

Quarterly/ Annual Results:

The audited/unaudited financial results are announced within the time prescribed under the Listing Regulations. The results are published in leading newspapers like Business Standard/ Financial Express (in English), Sanjevani (in Kannada) and Dakshin Bharat Rashtramath (in Hindi). The financial results are also made available in the Company's website- https://www.itiltd.in/newspaperpublications.

News Release, Presentation etc.:

The Company issues news releases on significant corporate decisions / activities and posts them on its website as well as notifies the stock exchanges as and when deemed necessary.

Website:

The Company's website www.itiltd.in contains separate dedicated section for investors where relevant shareholder information is available. Full Annual Report, Shareholding Pattern, Corporate Governance Report, all disclosures made to stock exchanges, etc. are available on the web-site.

Investor Service Cell

The grievances / queries of shareholders are handled at Company's Corporate Office and at Integrated Registry Management Services Private Limited, Registrar & Transfer Agent (RTA) office in Bengaluru.

The investors can raise queries / grievances by sending email to cosecy_crp@itiltd.co.in & irg@integrated.in

SCORES (SEBI Complaints Redressal System)

SEBI has provided a centralised web-based complaints Redressal system named, SCORES, through which an investor can lodge complaint(s) against a Company for his grievance. The Company is also registered with SCORES to resolve the issue sent through SCRORES platform.

Availability of Dispute Resolution Mechanism at Stock Exchanges:

The SEBI vide circular issued 30th May 2022 has issued Standard Operating Procedure (SOP), as per which in case of dispute between the Shareholder(s)/ investor(s) of the Company and the Registrar and Transfer Agent, the dispute can be referred to the Stock Exchange for resolution after exhausting all actions for resolutions complaints including those received through SCORES portal. The SEBI issued another circular dated 27th January 2023 for generating awareness on availability of Dispute Resolution Mechanism at Stock Exchange. Pursuant to the said circular, RTA has sent intimation to the physical shareholders on the same and action taken report on that was submitted to the SEBI.

SEBI had issued circular dated 27.01.2023 regarding generating awareness on availability of Dispute Resolution Mechanism at Stock Exchanges against Listed Companies / Registrar to an Issue and Share Transfer Agents (RTAs).

SEBI vide circular dated 31st July 2023 issued another circular as per which for streamlining the existing dispute resolution mechanism in the Indian Securities Market, common Online Dispute Resolution ("ODR") Portal was launched.

The ODR portal is launched for all claims, differences or disputes between the listed entity and its investor arising out of or in relation to the activities of the listed entity in the securities market shall be submitted to the ODR portal which includes mediation and/or conciliation and/or arbitration, in accordance with the procedure specified by the SEBI.

Accordingly, the Company has registered with SMART ODR Portal and as on 31st March, 2025, no complaints were received under ODR portal from the investors.

The shareholders are advised to avail the facility of Dispute Resolution Mechanism of Stock Exchanges in case of any dispute with the Company or RTA.

The web-link of SMART ODR portal is also disclosed in the website of the Company.

Green Initiative – Service of Documents in Electronic Form

The provisions of the Companies Act, 2013 and rules made thereunder permit paperless communication by allowing service of all documents in electronic mode. Further, the Ministry of Corporate Affairs (MCA) as well as the SEBI, has permitted that all communication to shareholders may be served electronically. In compliance thereof, the Company has adopted the practice of sending communications, including Annual Report, through email to those shareholders whose email id is available as per registered records.

6) CODE OF CONDUCT

The Code of Conduct for Board Members and Senior Management Personnel of the Company has been adopted by the Company, which is circulated to all concerned and is also hosted on the website of the Company at https://www.itiltd.in/codes_and_policies. The Directors and Senior Management Personnel of the Company have affirmed compliance with the provisions of the Code of Conduct for the year ended 31st March 2025 pursuant to SEBI listing regulations and no material financial or commercial transactions, which may have a potential conflict with the interest of the Company, were reported by them. A declaration to this effect, signed by the CMD is enclosed as Annexure -b to this report.

7) CODE FOR PREVENTION OF INSIDER TRADING

The Company has put in place "ITI code of conduct to Regulate, Monitor and Report Trading by Designated persons and immediate relatives of designated persons and for fair disclosure (Insider Trading Code), in accordance with SEBI (Prohibition of Insider Trading) Regulations, 2015, for dealing in securities of ITI Limited.

The objective of the Insider Trading Code is to prevent purchase/ sale of shares of the Company based on Unpublished Price Sensitive Information (UPSI). Under the Insider Trading Code, an Insider (connected person or a person in possession of UPSI) either on his own behalf or on behalf of any other person is prohibited to deal in the Company's shares when in possession of UPSI. Further the designated persons are also not allowed to trade in the securities of the Company during the closure of trading window period. To deal in securities of the Company beyond the specified limit, permission of Compliance Officer shall be required.

All designated persons are required to disclose related information periodically as defined in the Insider Trading Code. The Insider Trading Code of the Company is available on the website of the Company at https://www.itiltd.in/codes_and_policies.

TRADING WINDOW

The Compliance Officer specifies the closure of trading window for dealing in securities of the Company to "Insiders" from time to time. Generally the trading window for dealing in securities of the Company remain closed for Insiders from the end of each quarter till 48 hours after the financial results for the quarter are filed with the stock exchanges. All the communications in this regard are sent to the Stock Exchanges, through mail to the Insiders and the notices also uploaded on the website of the Company at https://www.itiltd.in/noc_of_trading_window.

8) DIVIDEND DISTRIBUTION POLICY

The Company has adopted the Dividend Distribution Policy, framed broadly in line with the provisions of Companies Act, 2013 and also taking into consideration, guidelines on "Capital Restructuring of Central Public Sector Enterprises" issued by Dept of Investment and Public Asset Management (DIPAM), Ministry of Finance, Dept. of Public Enterprises, SEBI and other guidelines, to the extent applicable. The policy shall deem to cover the amendments if any, issued by any of the regulatory authorities and / or Govt. of India from time to time.

This policy lays down the general framework for considering and deciding the distribution of dividend to the Company's shareholders and / or retaining of earnings for sustained growth.

The said policy is available on the website of the Company at https://www.itiltd.in/codes_and_policies

9) COMPLIANCE CERTIFICATE BY CEO/ CFO

In terms of Regulation 17(8) of Listing Regulations, the Compliance certificate issued by the CEO and CFO on the financial statements and internal controls relating to financial reporting for the year 2024-25 is enclosed as Annexure-c to this Annual report.

10) DISCLOSURES

a. During the year under review the Company did not enter into any contracts, arrangements and transactions with any related party which are not at arm's length basis and ordinary course of business. No materially significant related party transactions are

entered into that may have potential conflict with the interest of the Company at large. The Policy on Related Party Transactions is available on the website of the Company at https://www.itiltd.in/codes_and_policies.

b. NON-COMPLIANCES/STRICTURES/PENALTIES DURING THE LAST THREE YEARS

During FY 2024-25, the Company has complied with the requirements of Listing Regulations and DPE Guidelines except for the following:

Non-compliance with provisions of Regulation 17(1)&(2A), 18(1), 19(1)/19(2), 20(2)&(2A), 21(2), 23(9), of Listing Regulations:

- The Company has received notices from the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) regarding non-compliance with the requirements pertaining to the composition of the Board and Sub - Committees i.e. inadequate number of Independent Directors on the Board and had imposed monetary penalty for the same.
- The Company regularly pursues with Ministry of Communications for appointment of requisite number of Independent Directors so as to ensure compliance with Corporate Governance norms stipulated in the Listing Regulations.
- Between 01st October 2022 till 16th December 2022, the Board composition was 6 Directors including 3 independent Directors and hence was in compliance with the Listing regulations. Accordingly, the Company had filed application dated 30th November 2023, for waiver of penalty of Rs 1, 02,23,520 imposed by both the Stock Exchanges up to 30th September 2022 for non-compliance with Listing Regulations.
- In response to the application for Waiver of penalty of Rs 1, 02, 23,520/, the Company has received letter dated 01st March 2023 from NSE favorably accepting the request to waive fine imposed till 30th September 2022.
- Pursuant NSE and BSE circular dated 31.03.2022 wrt processing of waiver applications by the Exchanges in case of commonly listed entities, the decision of NSE will be binding on all other Exchanges which have levied penalties on the Companies for the same non-compliance.
- Regulation 30, Regulation 31(2) and Regulation 7(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to allotment of equity shares within the prescribed period for the capital grants amounting to ₹ 59,00,00,000/- (Rupees Fifty Nine Crores Only) received from the President of India (Government of India) on 21st January 2025.
- However, as on 09.11.2024 and 31.03.2025, the composition of Board of Directors was again noncompliant with Listing Regulations due to inadequate number of Independent Directors on the Board. In this regard, the Stock Exchanges has imposed fine to the Company for non-compliance of SEBI Regulations. The Company regularly submits its representations to the Stock Exchange, since being Government Company the power to appoint directors vests with Government of India.

There were no other penalties or strictures imposed on the Company by Statutory Authorities for non-compliance related to Capital Market.

c. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud, or violation of the Code. It also provides for adequate safeguards against the victimization of employees who avail the mechanism, and allows direct access to the chairperson of the audit committee in exceptional cases. During the year, no person was denied access to the Audit Committee. The Whistleblower Policy is available on the website of the Company at https://www.itiltd.in/vigilance

d. COMPLIANCE WITH THE MANDATORY REQUIREMENTS

The Company has complied with all the mandatory requirements specified in Listing Regulations on Corporate Governance, excepting those non-compliances as observed in the Certificate on Corporate Governance and the Secretarial Audit Report. The reasons for non-compliance have been furnished separately as reply to the observations of Secretarial Auditors.

e. ADOPTION OF NON-MANDATORY REQUIREMENTS

(i) The requirement of maintenance of an office for the Non-executive Chairman and the reimbursement of expenses to him are not applicable to the Company as the Company has an Executive Chairman.

(ii) The Company's financial results are published in Business Standard/ Financial Express (in English), Sanjevani (in Kannada) and Dakshin Bharat Rashtramath (in Hindi). Further as required under Listing Regulations, the results of the Company including significant events and information are furnished immediately to the Stock Exchanges and also uploaded in the Company's website www.itiltd.in for the information of shareholders and other investors. Hence the financial results are not being sent individually to the shareholders.

(iii) The consolidated financial statement is disclosed with modified audit opinion.

(iv) Internal Audit reports containing periodical reports includes significant findings, if any, and the same is reviewed by the Audit Committee periodically. The Chief of Internal Auditor reports directly to Chairman and Managing Director and Chairperson of Audit Committee and is a permanent invitee to the meeting of Audit Committee

f. COMMODITY PRICE RISK OR FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES :

Foreign Exchange Risks are being hedged through derivatives such as Forward Contracts.

g. DISCLOSURES IN RELATION TO THE SEXUAL HARASSMENT OF WOMAN AT WORK PLACE:

The disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 is disclosed in Directors' Report.

h. STATEMENT WITH RESPECT TO COMPLIANCE WITH MATERNITY BENEFIT ACT, 2016 AS PER RULE 8(5)(XIII) OF COMPANIES (ACCOUNT) RULES, 2014:

The Company hereby affirms that it has duly complied with all applicable provisions of the Maternity Benefit Act, 1961.

1. All women employees are eligible (as per eligibility criteria under the Maternity Benefit Act and its amendments) are granted maternity leave as per the act.
2. As per the Maternity act, the Women employees are provided Nursing breaks (post-natal nursing breaks) until the child attains the age of 15 months.
3. Crèche facilities with requisite arrangements are made available, in accordance with the statutory requirements

i. DETAILS OF UTILIZATION OF FUNDS RAISED THROUGH PREFERENTIAL ALLOTMENT

As part of revival package approved by Cabinet Committee on Economic Affairs (CCEA), the Company received Capex from the Administrative Ministry from the budgetary allocation against which equity shares are allotted to President of India on preferential basis. The details of equity shares issued to the President of India against the Capex receipt is given below :

- Rs 71.56 crore capex was received towards CAPEX on 31st March 2022 against which 83,21,279 equity shares were issued on 25th May 2022 at Rs 86.00 per shares.
- Rs 80 crore was received towards CAPEX on 06th August 2022 against which 77,33,204 equity shares were issued on 28th September 2022 at Rs 103.45 per shares.
- Rs 107 crore was received towards CAPEX on 23rd March 2023 against which 1,13,09,586 equity shares were issued at Rs 93.40 per share.
- Rs 59 crore was received towards CAPEX on 23rd January 2025 against which 19,65,029 equity shares were allotted on 30.07.2025 at Rs 300.25 (Rs 10 face value and at a premium of Rs 290.25) per share.

Detailed fortnight report on CAPEX utilization is being sent to Ministry of Communications, Administrative Ministry.

j. CERTIFICATION FROM COMPANY SECRETARY IN PRACTICE

A certificate from a Company Secretary in Practice that none of the directors on the Board of the Company have been debarred or disqualified, for the year ended 31.03.2025, from being appointed or continuing as directors of Company is enclosed as Annexure -a with this report

k. RECOMMENDATIONS OF COMMITTEES:

During the financial year 2024-25, the Board has accepted all the recommendation of the Board Committees.

l. DETAILS OF TOTAL FEES PAID TO STATUTORY AUDITORS

The total amount paid to the Statutory Auditors for all services rendered by them to the Company during 2024-25 was Rs 17,00,000/- plus GST

m. GUIDELINES ON CORPORATE GOVERNANCE BY DPE

No Presidential Directives have been received during FY 2024-25 and also in last 3 years.

Details of administrative, office and financial expenses for the year under review and for the previous year are available in the annual accounts at note no. 28 and 30.

11) GENERAL SHAREHOLDER INFORMATION

a. AGM for Financial Year 2025

Date : 29th September 2025

Time : 11.30 a.m.

Venue : The Company is conducting meeting through VC / OAVM pursuant to the MCA Circular dated 05th May 2020 read with MCA circular dated 28th December 2022 and as such there is no requirement to have a venue for the AGM. For details please refer to the Notice of this AGM.

As required under Regulation 36(3) of the Listing Regulations and Secretarial Standard 2, particulars of Directors seeking appointment/re-appointment at this AGM are given in the Annexure to the Notice of this AGM.

b. Financial Calendar:

Tentative calendar for declaration of financial results for 2025-26 is given below:

Adoption of Quarterly Results for the quarter ending on	Tentative date of the meeting of the Board
30.06.2025 (with limited review by Statutory Auditors)	On or before 14.08.2025
30.09.2025 (with limited review by Statutory Auditors)	On or before 14.11.2025
31.12.2025 (with limited review by Statutory Auditors)	On or before 14.02.2026
31.03.2026 (audited)	On or before 30.05.2026

c) Listing on Stock Exchanges and payment of listing fees

Company's equity shares are presently listed in following stock exchanges:

Name & Address	Telephone/Fax/E-mail ID/ Website ID	Trading Symbol
BSE Limited (BSE) Phiroze Jeejeebhoy Towers Dalal Street Mumbai- 400 001	Telephone:022-22721233/4 Fax: 022-22721919 E-mail:**bsehelp@bseindia.com** Website: **www.bseindia.com**	523610
National Stock Exchange of India Limited (NSE) Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai- 400 051	Telephone: 022-26598100-8114 Fax: 022-26598120 E-mail: **ignse@nse.co.in** Website: **www.nseindia.com**	ITI

The Company had paid listing fee for 2024-25 to BSE and NSE

d) Custodian Fees

Custodian Fee to NSDL and CDSL for Company's equity, bearing the code INE248A01017, was paid for the Financial Year 2024-25.

e) Market Price Data

The details of high/low market prices of the shares of the Company during each month on BSE and NSE are as under:

Month	BSE (Rs per share)			NSE (Rs per share)		
	High Price	Low Price	Volume (in lakhs)	High Price	Low Price	Volume (in lakhs)
Apr-24	318.80	243.00	57.15	318.80	243.15	1,013.42
May-24	332.85	269.05	47.43	333.00	268.55	929.40
Jun-24	328.80	247.05	28.55	328.95	248.00	457.48
Jul-24	341.15	282.50	34.68	341.50	282.70	574.03
Aug-24	314.95	278.70	13.68	315.50	279.00	177.89
Sep-24	306.75	255.40	8.08	308.00	255.10	134.17
Oct-24	268.85	210.20	10.72	269	210	137.86
Nov-24	345.00	220.05	164.50	344.64	220.15	3740.84
Dec-24	413.95	279.80	215.45	413.85	279.60	5137.94
Jan-25	592.85	311.35	176.76	592.70	310.80	3593.32
Feb-25	339.90	233.20	9.19	334.00	234.15	44.28
Mar-25	271.90	239.50	6.91	270.00	238.00	36.14

f) Date of Book closure

The Register of Members and the Share Transfer Register of the Company would remain closed from 23rd September 2025 to 29th September 2025 (both days inclusive).

g) Registrar and Share Transfer Agent

Integrated Registry Management Services Private Limited, a SEBI registered Category I Registrar and Share Transfer Agent (RTA) is the Company's Registrar and Share Transfer Agent.

Address : 30, Ramana Residency, 4th Cross, Sampige Road, Malleswaram, Bengaluru - 560003,

Phone No. : 080-23460815-818

Fax : 080-23460819

E-Mail : irg@integratedindia.in

h) Share Transfer System

In terms of Regulation 40(1) of Listing Regulations, as amended, securities can be transferred only in dematerialized form w.e.f. April 1, 2019. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company. A summary of transfer/ transmission of securities are noted at subsequent Board Meetings.

Pursuant to the Regulation 40 (10) of Listing Regulation-2015, certificate on yearly basis confirming due compliance of share transfer formalities by the Company, certificate for timely dematerialization of the shares as per SEBI (Depositories and Participants) Regulations, 2018 are sent to the stock exchanges.

In addition, a Reconciliation of Share Capital Audit Report confirming that the total issued capital of the Company is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL, is submitted to stock exchanges and is also placed before the Board on a quarterly basis.

i. Shareholding as on 31st March 2025:

Categories of shareholding as on 31st March 2025:

Sr. No.	Particulars	No. of Share-holders	No. of Shares	% to total
1.	Promoter-President of India	1	864485747	89.97
2.	Promoter Group-Governor of Karnataka	1	312500	0.03
3.	Institutions:			
	Mutual Fund	31	409362	0.04
	FIIs	10	36756	0.00
	Financial Institutions/ Banks	17	31771	0.00
	Insurance Companies	2	20236	0.00
	NBFCs registered with RBI	1	7750	0.00
4.	Central Government: Special National Investment Fund (SNIF)	1	75869381	7.90
5.	Non-Institutions:			
	Individuals	204356	18996168	1.99
	NRI	733	328288	0.03
	Bodies Corporate	339	382627	0.04
	Clearing Members	14	6351	0.00
	LLP	0	0	0.00
	Trusts	1	1	0.00
	Total	**205507**	**9,60,88,6938**	**100.00**

ii. Distribution of Shareholding as on 31st March 2025

SL NO	Description	Holders	% of Holders	Holdings	% of Holdings
1	1-500	199892	97.27	10935338	1.14
2	501-1000	3539	1.72	2745351	0.29
3	1001-2000	1304	0.63	1914439	0.20
4	2001-3000	352	0.17	875149	0.09
5	3001-4000	116	0.06	413860	0.04
6	4001-5000	97	0.05	447266	0.05
7	5001-10000	132	0.06	945323	0.10
8	10001 & above	75	0.04	942610212	98.10
	TOTAL	**2,05,507**	**100.00**	**96,08,86,938**	**100.00**

iii. Dematerialization of Shares and liquidity

The Company's shares are admitted in to both the depositories i.e. National Securities Depository Limited ('NSDL') 94,78,78,442 shares and Central Depository Services (India) Limited ('CDSL') 1,24,34,152 shares in dematerialized mode. 5,74,344 equity shares are held in physical form.

The Company has a shareholders base of 2,05,507 as on 31st

March 2025.

99.94% of total equity shares of the Company are held by the investors in dematerialized form with NSDL and CDSL.

The Company's shares are being traded under International Securities Identification Number (ISIN)–INE248A01017

j) Outstanding GDRs/ADRs/Warrants or any convertible instruments conversion date and likely impact on equity

No GDRs/ ADRs/ Warrants or any convertible instruments have been issued by the Company and hence there would not be any impact on the equity.

k) Plant locations

ITI Limited has manufacturing units at Bengaluru in the State of Karnataka, Palakkad Unit in the State of Kerala, Rae Bareli, Naini and Mankapur Units in the State of Uttar Pradesh and Srinagar Unit in the Union Territory of Jammu and Kashmir.

l) Address for correspondence with the Company

Shareholders/Investors may send their correspondence to the Company Secretary, ITI Limited, ITI Bhavan, Doorvani Nagar, Bengaluru- 560016, Karnataka, India

m) Details of all credit ratings obtained by the entity along with any revisions thereto during the relevant financial year, for all debt instruments of such entity or any fixed deposit programme or any scheme or proposal of the listed entity involving mobilization of funds, whether in India or abroad:

During the year under review, the Company had obtained following credit ratings:

Name of Agency	Rating	Date of Rating
ICRA Limited	Long -term Rating of [ICRA]BB- Short-term Rating of [ICRA]A4	24.05.2024
ACUITE Ratings & Research Limited	Long -term Rating of ACUITE BB-|Stable|Upgraded (For Bank Borrowings of Rs. 1890 Cr.) Short Term Rating of ACUITE A4 | Reaffirmed (For Bank Borrowings of Rs. 2390.53 Cr.)	04.10.2024
India Ratings and Research	IND BB+/Stable/IND A4+/ Assigned (for Bank Borrowings of Rs. 4851.69 Cr.)	21.05.2025

n) Disclosures with respect to demat suspense account/ unclaimed suspense account:

As on 31st March 2025, there were no unclaimed shares of the Company pending for transfer in the demat suspense account/ unclaimed suspense account

o) Investor Education and Protection Fund (IEPF):

In terms of the provisions of the Companies Act, 2013 read with rules made thereunder, as on 31st March, 2025, no amount is required to be transferred to IEPF.

p) Disclosure of Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount:

No loans and/or advances are given to firms/companies in which directors are interested

12) SECRETARIAL AUDIT REPORT AND CERTIFICATES FROM COMPANY SECRETARY IN PRACTICE

The Secretarial Audit for FY 2024-25, was conducted by Shri D Venkateshwarlu, Practicing Company Secretary with respect to compliance to the applicable provisions of the Companies Act, 2013, Listing Regulations, DPE guidelines, SEBI Regulations and other applicable laws. The Secretarial Audit Report forms part of Directors report.

The Annual Secretarial Compliance Report for the Year Ended 31st March 2025 issued by Shri D Venkateswarlu, Practicing Company Secretary was filed with the Stock Exchanges within the prescribed time.

Certificate from Shri D Venkateswarlu, Practicing Company Secretary confirming compliance with the conditions of Corporate Governance as stipulated under Listing Regulations is enclosed as Annexure-d to this report.

13) COMPLIANCE

Your Company submits quarterly report on Compliance with the requirements of Corporate Governance as per the prescribed format to the Ministry of Communications and Stock Exchanges within 15 and 21 days respectively from the close of quarter.

14) DPE GRADING

Your Company submits a grading report on the compliance with the Corporate Governance with Ministry of Communications on quarterly and annual basis. As per the grading report, your Company was rated as 'Excellent' with a composite score of 95.56% for the year 2024-25.

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Place: Bengaluru
Date : 13th August 2025

ANNEXURE - a

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

TO

The Members of ITI Limited
(CIN: L32202KA1950GOI000640)

ITI Bhavan, Doorvani Nagar,

Bengaluru - 560 016

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors (as enlisted in Table A) to ITI Limited having CIN: L32202KA1950GOI000640 and having registered office at ITI Bhavan, Doorvani Nagar, Bengaluru- 560 016 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my knowledge and based on the information and explanations furnished to me by the Company & its officers and according to the following verifications made:

(i) Documents available on the website of the Ministry of Corporate Affairs;

(ii) Verification of Directors Identification Number (DIN) status on the website of the Ministry of Corporate Affairs;

(iii) Disclosures provided by the Directors (as enlisted in Table A) to the Company; and

(iv) Debarment list of the BSE Limited and the National Stock Exchange of India Limited

I hereby certify that none of the Directors on the Board of the Company (as enlisted in Table A) have been debarred or disqualified from being appointed or continuing as directors of the Company by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other statutory authority as on March 31, 2025:

Table: A

S No	Name of the Director	DIN	Date of appointment in the Company
1.	Shri Rajeev Srivastava	08921307	15/10/2020
2.	Smt Mamta Palariya[6]	07749007	10/11/2021
3.	Shri Billeswar Sinha[7]	09393543	10/11/2021
4.	Dr. Raja Nayak[5]	06451006	10/11/2021
5.	Shri Rajesh Rai[1]	10052045	21/02/2023
6.	Smt Sethuraman Jeyanthi[2]	10059174	28/02/2023
7.	Shri. Kanwar Vinod Kumar[3]	10366028	20/10/2023
8.	Shri Venkata Ramana Babu Chundru	10478320	25/01/2024
9.	Shri Mukesh Mangal[4]	10460089	10/01/2024
10.	Shri Alok Shukla[8]	10849459	25/11/2024
11.	Shri Sunil Kumar Verma[9]	09800644	30/01/2025

1. Appointed as Chairman and Managing Director from 28th September 2023
2. Appointed as Director (Production) and entrusted the additional charge of Director (HR) w.e.f. 28th September 2023.
3. Appointed as nominee director of the Company w.e.f. 20th October 2023
4. Ceased as nominee director of the Company w.e.f. 19th November 2024.
5. Ceased as independent director of the Company w.e.f. 9th November 2024.
6. Ceased as independent director of the Company w.e.f. 9th November 2024.
7. Ceased as independent director of the Company w.e.f. 9th November 2024.
8. Appointed as nominee director of the Company w.e.f. 25th November 2024 and ceased w.e.f. 30th January 2025
9. Appointed as nominee director of the Company w.e.f 30th January 2025 and ceased w.e.f. 19th May 2025

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification.

This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

D VENKATESWARLU
Practicing Company Secretary
FCS: 8554 :: CP: 7773
UDIN: F008554G000990128
PR No: 1617 / 2021

Place: Bengaluru
Date: 12th August 2025

ANNEXURE - b

Declaration

As provided under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all Board members and Senior Management Personnel have affirmed compliance with the Code of Conduct for Directors and Senior Management Personnel of the Company for the year ended 31st March, 2025

Rajesh Rai
Chairman and Managing Director
DIN: 10052045

Place: Bengaluru
Date : 13th August 2025

ANNEXURE - c

CEO / CFO CERTIFICATION

(Issued in accordance with provision of Regulation 27 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015)

To

The Board of Directors of ITI Ltd

We have reviewed the balance sheet and profit and loss account and all its schedules and notes on accounts, as well as the cash flow statements and the Directors' report of ITI Limited for the year ended 31st March 2025 and that to the best of our knowledge and belief, we state that:

a. These statements do not contain any untrue statement or omit any material fact or contain statements that might be misleading.

b. These statements present a true and fair view of your Company's affairs and are in compliance with existing accounting standards and / or applicable laws and regulations.

c. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or in violation of the Company's Code of Conduct.

d. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, and steps taken or proposed to be taken for rectifying these deficiencies.

e. We have disclosed, wherever applicable to your Company's Auditors and the Audit Committee of the Company's Board of Directors.

- Significant changes in internal controls during the year covered by this report.
- All significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements.
- Instances of significant fraud of which we are aware, that involves management or other employees who have a significant role in your Company's internal control system.

Rajeev Srivastava
Director Finance & Chief Financial Officer

Rajesh Rai
Chairman and Managing Director

Place: Bengaluru
Date : 13th August 2025

Annexure- d

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of ITI Limited

I, D Venkateswarlu, Practicing Company Secretary have examined the compliance conditions of Corporate Governance of ITI Limited (CIN: L32202KA1950GOI000640) ('the Company'), for the year ended March 31, 2025, as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and paragraph C, D and E of the Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and the guidelines on Corporate Governance for Central Public Sector Enterprises, as enunciated by the Department of Public Enterprises ("DPE").

I, state that compliance of conditions of Corporate Governance and preparation of Corporate Governance Report is the responsibility of the management of the Company.

Managements' responsibility:

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance in the SEBI Listing Regulations.

Auditors' Responsibility:

a. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
b. Our procedures include in depth verification of Secretarial records and other related documents for assessment of the compliance of the Corporate Governance Report.
c. The particulars of the Corporate Governance Report have been verified basis the documentary evidence and supporting made available to us by the management of the Company.
d. Our examination of the Corporate Governance Report was conducted in accordance with the Referencer issued by Institute of Company Secretaries of India (ICSI) on Corporate Governance Certification under SEBI (LODR).

Opinion:

In our opinion, and to the best of our information and according to our examination of the relevant records and the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as prescribed under SEBI (LODR) and DPE Guidelines except for the following:

- *Regulation 17 (1) of LODR with respect to Composition of Board of Directors of the Company {for not having adequate number of Independent Directors on the Board during the FY 2024-25 with effect from 09th November 2024.*
- *Regulation 17(2A) of LODR with respect to requirements pertaining to quorum of Board Meetings w.e.f. 09th November 2024.*
- *Regulation 18(1) of LODR with respect to requirements constitution of audit committee w.e.f. 9th November 2024.*
- *Regulation 19(1)/ 19(2) of LODR With respect to constitution of nomination and remuneration committee w.e.f. 9th November 2024.*
- *Regulation 20(2)/(2A) of LODR With respect to constitution of stakeholder relationship committee w.e.f. 9th November 2024.*
- *Regulation 21(2) of LODR With respect to constitution of risk management committee w.e.f. 9th November 2024*
- *Regulation 23 (9) of LODR pertaining to Disclosure of related party transactions on consolidated basis for the half year ended 31st March 2024.*
- *Regulation 30, Regulation 31(2) and Regulation 7(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to allotment of equity shares within the prescribed period for the capital grants amounting to ₹ 59,00,00,000/- (Rupees Fifty Nine Crores Only) received from the President of India (Government of India) on 21st January 2025.*

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

This certificate is issued solely for the purposes of complying with the provisions of SEBI (LODR) and DPE Guidelines and it should not be used by any other person or for any other purpose.

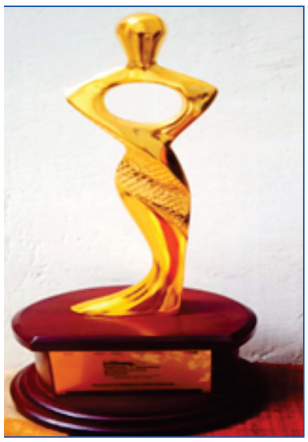
D VENKATESWARLU
Practicing Company Secretary
FCS: 8554 :: CP: 7773
UDIN: F008554G000990062
PR No: 1617 / 2021

Place: Bengaluru
Date: 12th August 2025

AWARDS

ITI Limited Bags Award for Pioneering Use of Technology in Mobility

The 3rd Elets National Railway & Mobility Infrastructure Summit was organized by the Elets Technomedia and eGov Magazine in collaboration with Kochi Metro Rail Limited (KMRL) and Kochi Water Metro Limited at Marriott Hotel, Kochi, Kerala on December 20, 2024. ITI Limited has been honoured with the prestigious award for 'Pioneering Use of Technology in Mobility'. A Trophy and Certificate of Recognition was presented by the Elets Technomedia at the 3rd Elets National Metro, Rail & Urban Mobility Awards 2024.



ITI Limited Bags Operational Excellence & Quality Award for GIOM Project

The 2nd Bharat Leadership Excellence Summit & Awards was organized by the Leadership Federation at Aloft Hotel, Aerocity, New Delhi on February 1, 2025. ITI Limited has been honoured with the prestigious award 'Operational Excellence & Quality Award: GIOM Project'. A Trophy and Certificate was presented by the Leadership Federation at the 2nd edition of the Bharat Leadership Excellence Summit & Awards.

ITI Limited Bags Excellent Award for Implementation of Official Language

ITI Limited has been honoured with 'Excellent Award' for Implementation of Official Language by TOLIC for the year 2024-25. A Shield and Certificate was presented by the Town Official Language Implementation Committee (Undertaking), Bengaluru at Old HAL Management Academy, Vimanapura, Bengaluru on December 4, 2024.

EVENTS

Team of Officials from Tejas Networks Visit ITI Limited

A team of officials, Shri Anand Athreya, CEO & Managing Director, Shri Sirish Purohit, Sales Head -Emerging Markets, Shri Vasanth Kumar, Vice President - SCM Operations and Shri Narayan G, Deputy General Manager from Tejas Networks visited ITI Limited on May 27, 2024. They were welcomed by Shri Rajesh Rai, CMD, ITI Limited in the presence of Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR) and Senior Officers at Corporate Office.

Shri Rajesh Rai held deliberations with team members about 4G Manufacturing. The team members from Tejas Networks also visited ITI Bengaluru Plant. The team members were taken around the facilities of the plant. They also inspected the facilities of the plant at 4G manufacturing and reviewed the status of the ongoing 4G project.

ITI Limited Participates in Strategic Electronics Summit (SES) 2024

The 13th edition of Strategic Electronics Summit (SES), India's premier event for Promoting Indigenous Strategic Electronics Industry was organized by Electronic Industries Association of India (ELCINA) at The Lalit Ashok Hotel,

Bengaluru from July 17 to July 18, 2024. ITI Limited participated in the SES Summit and showcased its spectrum of products and services like Encryption Products 1G/10G IPE, TESD, Enhanced TESD, Rugged Ventilator, etc. 3D Printer Models, Smaash PC, C-DoT 4G RRH & BBU, OLT, ONT of GPON, Telecom Test Labs, HDPE, SMT Manufacturing and Data Center in the exhibition. ITI stall was visited by Director General of Central Reserve Police Force (CRPF) along with Team Members, Lt Col Arindam Shekhar Chaudhury, Defence Standardisation Cell, Bengaluru, Officials of C-DoT and Officials from Private Sector.

ITI Limited Celebrates International Day of Yoga 2024

ITI Limited celebrated the 10th edition of International Day of Yoga with the theme 'Yoga for Self and Society' at ITI Bengaluru Plant on June 21, 2024. Shri Rajesh Rai, CMD, ITI Limited graced the occasion in the presence of Shri Rajeev Srivastava, Director (Finance), Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR), Smt R Vasanthi, GM-B, Unit Head, ITI Bengaluru Plant, Senior Officers and Employees at ITI Bengaluru Plant. Speaking on the occasion, Shri Rajesh Rai said, "Practicing yoga on daily basis benefits our body and mind to keep us healthy. Yoga practice not only provides us numerous benefits, but it also helps us to improve productivity and handle stress and promote a healthy work atmosphere".

Ms. Anupama Yatiraj, Yoga Teacher from Maruthi Yoga Kendra, Ramamurthy Nagar highlighted the benefits of yoga and demonstrated yoga asanas. Shri Rajesh Rai, Shri Rajeev Srivastava, Smt S Jeyanthi, Smt R Vasanthi, Senior Officers and Employees of Bengaluru Plant, Corporate Office and NS Unit participated in the yoga session.

ITI Limited Celebrates Nation's 78th Independence Day

ITI Limited celebrated nation's 78th Independence Day with great fervor and patriotism at its Corporate Office on August 15, 2024. Shri Rajesh Rai, Chairman and Managing Director, ITI Limited participated in the celebrations through video conference. The tricolour national flag was hoisted by Shri Rajeev Srivastava, Director (Finance) after inspecting the guard of honour which was followed by salute and national anthem in the presence of Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR), Shri C V Ramana Babu, Director (Marketing), Senior Officers, Employees & family members, representatives of Employees' Union and Officers' Association at its Corporate Office, Bengaluru.

Shri Rajesh Rai, CMD, ITI Limited addressed the gathering through video conference. Speaking on the occasion, Shri Rajesh Rai extended his warm greetings to the gathering. He paid homage to all the martyrs who sacrificed their lives to achieve freedom for our country ending British colonial rule. Shri Rajesh Rai highlighted the status of ongoing projects, order book position and performance of the Company. He urged all the employees to strive hard to meet the challenges, accomplish the orders and achieve the targets for the year 2024-25.

ITI Limited Organized Awareness Program on Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 - POSH

Corporate HR&ED Department organized an awareness program on Prevention of Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013 - POSH for Officers and Employees at Corporate Office on July 25, 2024. Ms Sowmya S R, External member for Prevention of Sexual Harassment (PoSH) informed about various duties of employer/ employees to curb harassment and how to handle the complaints and recognizing the sexual harassment to preventing it and reporting incidents appropriately as per PoSH ACT, 2013. The objective of this program was to create awareness and ensure safety, security and holistic empowerment of women at workplace.

Shri Rohit Sharma, Member (Services), DCC Visits ITI Limited

Shri Rohit Sharma, Member (Services), Digital Communications Commission (DCC), DoT, Ministry of Communications, GoI visited ITI Limited on September 18, 2024. He was welcomed by Shri Rajesh Rai, CMD, ITI Limited in the presence of Shri Rajeev Srivastava, Director (Finance), Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR), Shri C V Ramana Babu, Director (Marketing), Shri P C Jain, EDR (NSU), Smt Ila Bahadur, EDR (T & BD), Smt R Vasanthi, GM-B, Unit Head, ITI Bengaluru Plant and Senior Officers at ITI Bengaluru Plant.

Shri Rajesh Rai, CMD, ITI Limited gave an overview of the Company and highlighted the progress of ongoing projects. Shri Rohit Sharma, Member (Services) interacted with Management Officers. Shri Rohit Sharma motivated the employees to execute the orders within the stipulated time. During the visit, Shri Rohit Sharma also witnessed the facilities of 4G Manufacturing Hangar, EVM Manufacturing Hangar and Data Centre at ITI Bengaluru Plant.

ITI Limited Observes Special Campaign 4.0 Swachhata Hi Seva

ITI Limited observed Special Campaign 4.0 Swachhata Hi Seva across its Corporate Office and Manufacturing Plants/Units/Offices from September 17 to September 30, 2024 complied with guidelines of DoPT. To kick start the campaign a Swachhata pledge taking ceremony was organized at Corporate Office on September 17, 2024. Swachhata Pledge was administered by Smt Ila Bahadur, EDR (T & BD) in Hindi followed by Shri Sajan Abraham, GM-HR, AM & CPIO in English and Shri Haratheesh H A, AGM-Asset Management in Kannada to the employees to create awareness of cleanliness in the presence of Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR) and Shri C V Ramana Babu, Director (Marketing). 'Shramadaan' was organized as per the Action Plan under Special Campaign 4.0 Swachhata Hi Seva by ITI Bengaluru Plant at ITI Township, 'A' Area, Dooravani Nagar on September 21, 2024. Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR), Smt R Vasanthi, GM-B, Unit Head, ITI Bengaluru Plant, Senior Officers and Employees of Bengaluru Plant, Corporate Office and NS Unit actively participated in the cleanliness drive to create awareness of cleanliness among the colony residents and general public. The Employees and Officers also cleaned the work place and premises in the factory and offices of ITI Limited during the fortnight observation of Swachhata Hi Seva Abhiyan.

ITI Limited Participates in India Mobile Congress' (IMC) 2024

The Department of Telecommunications (DoT) in association with the Cellular Operators Association of India (COAI) organized the eighth edition of 'India Mobile Congress' (IMC) 2024, the country's biggest telecom industry event at Pragati Maidan, New Delhi from October 15 to 18, 2024. ITI Limited participated in one of the largest tech expos in the world at IMC 2024.

ITI Limited showcased its spectrum of Products and Services like EVM, Smart Energy Meter, Solar Street Light, 4G RAN, Network for Spectrum, BharatNet Phase I and II, GujNet, MahaNet, TanfiNet, IAF Projects and EMI/EMC Testing Lab, etc., at Stall No. 4.25, Hall No. 4 in the exhibition.

Study Visit of the Standing Committee on Communications and Information Technology (2024-25) to Andaman & Nicobar Islands and Bengaluru from January 16 to January 20, 2025

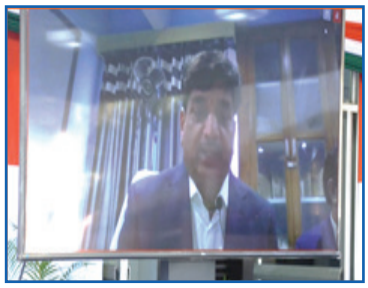
A study visit of the Standing Committee on Communications and Information Technology (2024-25) to Andaman & Nicobar Islands and Bengaluru was

organized from January 16 to January 20, 2025. As part of the study visit, the Members of the Parliamentary Standing Committee on Communications and Information Technology (2024-25) under the Chairmanship of Dr. Nishikant Dubey visited Havelock Island on January 17, 2025. During their visit they held discussions with representatives of The Department of Telecommunications (DoT), Centre for Development of Telematics (C-DOT), Telecom Regulatory Authority of India (TRAI), Bharat Sanchar Nigam Limited (BSNL), ITI Limited, Telecommunication Engineering Centre (TEC) and TejasNet on the subject 'Issues confronting Telecom Sector in India'.

The Committee members held discussions with Shri Rajesh Rai, CMD, ITI Limited, Shri Rajeev Srivastava, Director (Finance), Shri C V Ramana Babu, Director (Marketing) regarding primary contributions of ITI Limited in modernizing telecom infrastructure in rural and remote areas; how the Company has adapted to the growing demand for 5G Technology and what are the steps taken to develop/support the deployment of 5G network across India including Andaman & Nicobar Islands; how the Company is supporting 'Make in India' initiative of Government of India by manufacturing telecom equipment locally and what will be its impact on India's self-reliance in telecom technology, etc.

ITI Limited Celebrates 76th Republic Day

ITI Limited celebrated nation's 76th Republic Day with great zeal and enthusiasm at its Corporate Office and across Manufacturing Plants/Units and Marketing, Services & Projects Centers on January 26, 2025. Shri Rajesh Rai, Chairman and Managing Director, ITI Limited participated in the celebration through video conference. Shri Rajeev Srivastava, Director (Finance), ITI Limited unfurled the national flag after inspecting the guard of honour which was followed by salute and national anthem in the presence of Smt S Jeyanthi, Director (Production) and Additional Charge Director (HR), Shri C V Ramana Babu, Director (Marketing), Senior Officers, representatives of Employees' Union and Officers Association, Officers, Employees and family members.



Speaking on the occasion, Shri Rajesh Rai, CMD, ITI Limited extended his warm greetings to the gathering through video conference. He paid homage to all the martyrs who sacrificed their lives for achieving freedom for our Country and all those who drafted the Indian constitution, the largest democracy in the world. Shri Rajesh Rai gave an overview of the order book position of the Company, highlighted the status of ongoing projects. He also urged all the employees to execute the projects to meet the set targets for the year 2024-25 and make all efforts to achieve new milestones, thereby contributing to the nation building.

ITI Limited Celebrates International Women's Day 2025

ITI Limited celebrated International Women's Day 2025 with the theme 'For ALL women and girls: Rights. Equality. Empowerment.' complied with the guidelines of Ministry of Women and Child Development, Government of India across its Manufacturing Plants/ Units and MSP's on March 8, 2025. Shri Rajesh Rai, CMD, ITI Limited presided over the function in the presence of Shri Rajeev Srivastava, Director (Finance), Smt R Vasanthi, GM-B, Unit Head, ITI Bengaluru Plant, Shri Rajiv Saxena, GM-NS, Head, NS Unit, Special Guest, Smt Reena Raghu Suvarna, IPS, Assistant Commissioner of Police, Karnataka State Police Service and Senior Officers and Women Employees. The event was inaugurated by lighting the lamp by the dignitaries in the presence of Senior Officers and Women Employees.

STANDALONE FINANCIAL STATEMENTS

Material Accounting Policies

Corporate Information

India's first Public Sector Unit (PSU) - ITI Ltd ("the Company') was established in 1948. Ever since, as a pioneering venture in the field of telecommunications, it has contributed to 50% of the present national telecom network. With state-of-the-art manufacturing facilities spread across various locations and a countrywide network of marketing/service outlets, the Company offers a complete range of telecom products and total solutions covering the whole spectrum of Switching, Transmission, Access and Subscriber Premises Equipment.

The Company joined the league of world class vendors of Global System for Mobile (GSM) technology with the inauguration of mobile equipment manufacturing facilities at its Mankapur and Rae Bareli Plants in 2005-06.

1) Basis of Preparation

The financial statements are prepared and presented in accordance with Generally Accepted Accounting Principles in India (GAAP), on accrual basis of accounting, except as stated herein. GAAP comprises the mandatory Accounting Standards (IND -AS) [as notified under section 133 of the Companies Act, 2013 read Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015] to the extent applicable, provisions of the Companies Act, 2013, which have been consistently applied except where a new Accounting Standard is initially adopted or revision to an existing Accounting Standard requires a change in the Accounting Policy hitherto in use.

Basis of Measurement:

The financial statements have been prepared on a historical cost basis, except for the

following assets and liabilities which are measured at fair value:

a. Derivative financial instruments, if any

b. Financial assets and liabilities that are qualified to be measured at fair value

c. Defined benefit asset/(liability) recognised at the present value of defined benefit obligation less fair value of plan assets.

2) Use of Estimates

The preparation of the financial statements in conformity with the IndAS requires that the management make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue, expenses and disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expenses during the reporting period. Although such estimates are made on a reasonable and prudent basis taking into account all the available information, actual results could differ from the estimates and such differences are recognised in the period in which the results are ascertained.

3) Functional and presentation currency

Financial statements are presented in Indian Rupee (Rs.) which is the functional and presentation currency of the Company and the currency of the primary economic environment in which the entity operates. All financial information presented in Indian rupees has been rounded to the nearest lakhs except share and per share data.

4) Revenue Recognition

The Company recognises revenue from contracts with customers when it satisfies a performance obligation by transferring promised good or service to a customer. The revenue is recognised to the extent of transaction price allocated to the performance obligation satisfied. Performance obligation is satisfied over time when the transfer of control of asset (good or service) to a customer is done over time and in other cases, performance obligation is satisfied at a point in time. For performance obligation satisfied over time, the revenue recognition is done by measuring the progress towards complete satisfaction of performance obligation. The progress is measured in terms of a proportion of actual cost incurred to-date, to the total estimated cost attributable to the performance obligation.

a) Sale of goods

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when significant risks and reward of ownership have been transferred to the customer as per the terms of sale agreement, neither continuing management involvement nor effective control over the goods is retained, recovery of the consideration is probable, and the amount of cost incurred and the revenue can be measured reliably. Timing of transfer of risks and rewards is evaluated based on Inco-terms of the sales agreement.

b) Ex- Works Contract

When specified goods are unconditionally appropriated to the contract after prior Inspection and acceptance, if required.

c) FOR Contracts

In the case of FOR contracts, sale is recognised when goods are handed over to the carrier for transmission to the buyer after prior inspection and acceptance, if stipulated, and in the case of FOR destination contracts, if there is a reasonable expectation of the goods reaching destination within the accounting period. Revenue is recognised even if goods are retained with the Company at the request of the customer.

d) Bill and Hold Sales

For bill-and-hold transactions, revenue is recognised when the customer takes title, provided that:

i. it is probable that delivery will be made;

ii. the item is on hand, identified and ready for delivery to the buyer at the time when the sale is recognised;

iii. the buyer specifically acknowledges the deferred delivery instructions; the usual payment terms apply

e) Services and Construction contracts

Revenue on time-and-material and unit of work-based contracts, are recognized as the related services are performed. Fixed-price maintenance revenue is recognized rateably either on a straight-line basis when services are performed through an indefinite number of repetitive acts over a specified period or rateably using a percentage-of completion method when the pattern of benefits from the services rendered to the customer and Company's costs to fulfil the contract is not even through the period of contract because the services are generally discrete in nature and not repetitive. Revenue from other fixed-price, fixed-timeframe contracts, where the performance obligations are satisfied over time is recognized using the percentage-of-completion method. Efforts or costs expended are used to determine progress towards completion as there is a direct relationship between input and productivity. Progress towards completion is measured as the ratio of costs or efforts incurred to date (representing work performed) to the estimated total costs or efforts. Estimates of transaction price and total costs or efforts are continuously monitored over the term of the contracts and are recognized in net profit in the period when these estimates change or when the estimates are revised. Revenues and the estimated total costs or efforts are subject to revision as the contract progresses. When it is probable that contract costs at completion will exceed total contract revenue, the expected loss at completion is recognised immediately as an expense.

Some contracts include multiple performance obligations, such as the supply of systems, equipment etc., and maintenance services. Consideration towards maintenance services is therefore identified and accounted for as a separate performance obligation. Where the contracts include multiple performance obligations, the transaction price will be allocated to each performance obligation based on the stand-alone selling prices. Where these are not directly observable, they are estimated based on expected cost-plus margin.

For other fixed-price contracts, revenue is recognised in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed by reference to the work performed. No revenue is recognised if there is significant uncertainty regarding recovery of the consideration due or if the costs incurred or to be incurred cannot be measured reliably.

f) Interest income

Interest income is recognized using the effective interest rate method.

g) Dividend

Dividend income is recognised when the Company's right to receive dividend is established

h) Rental income

Rental income arising from operating leases is accounted for on a straight-line basis over the lease term unless increases in rentals are in line with the expected inflation or otherwise justified (Fair Value).

i) Duty Drawbacks

Duty drawback claims on exports are accounted on preferring the claims.

j) Other Income

Other Income not specifically stated above is recognised on accrual basis.

5) Property, plant and equipment ('PPE'), Capital Work-in progress

Property, plant and equipment is stated at historical cost less accumulated depreciation and impairment losses if any. Cost comprises of the purchase price and any attributable cost of bringing the PPE to its working condition for its intended use. Borrowing and other attributable costs relating to acquisition of the PPE which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such PPE are ready to be put to use. PPE are eliminated from the financial statements, either on disposal or when retired from such use. When significant parts of PPE are required to be replaced at intervals, the same is recognised as a separate component.

Assets acquired free of cost or received as gift are stated at fair value which is credited to Other Equity at the time of acquisition or receipt less accumulated depreciation and impairment losses.

Capital work-in-progress

Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work-In-Progress.

Income pertaining to construction period such as interest on advance to contractors, sale of tender documents etc., is set off against expenditure during construction.

Expenditure on development of leasehold land is capitalised as Land Development Expenditure and amortised over the lease period or useful, life whichever is lower.

6) Intangible Assets, Intangible Asset under Development

a. Cost of software (which is not an integral part of the related hardware) acquired for internal use and resulting in significant future economic benefits, is recognised as an intangible asset when the same is ready for use. Intangible Assets not yet ready for their intended use as at the Balance Sheet date are classified as "Intangible Assets under Development"

b. Cost of developmental work which is completed, wherever eligible, is recognized as an Intangible Asset.

c. Cost of developmental work under progress, wherever eligible, is classified as "Intangible Assets under Development".

d. Carrying amount includes amount funded by the Company to external agencies towards developmental project(s) and expenditure incurred by the Company towards material cost, employee cost and other direct expenditure.

7) Research and development expenses:

Research expenditure is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement

of Profit and Loss unless a product's technical feasibility has been established, in which case such expenditure is capitalized. Tangible assets used in research and development are capitalized.

Expenditure incurred towards other development activity where the research results or other knowledge is applied for developing new or improved products or processes, are recognised as an Intangible Asset if the recognition criteria specified in Ind AS 38 are met and when the product or process developed is expected to be technically and commercially usable, the Company has sufficient resources to complete development and subsequently use or sell the intangible asset, and the product or process is likely to generate future economic benefits.

8) Impairment of Non-financial assets

At the end of each Balance Sheet date, carrying amount of assets are reviewed, if there is any indication of impairment based on internal/external factors. If the estimated recoverable amount is found to be lower than the carrying amount, then the impairment loss is recognised and assets are written down to the recoverable amount.

9) Depreciation /Amortisation

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Depreciation on additions and deletions to fixed assets during the year is provided on pro-rata basis as under:

a. Depreciation is reckoned in full for the month of addition for the assets commissioned on or before 15th day of a month while no depreciation is reckoned for the month of addition for the assets commissioned after 15th of the month.

b. In respect of assets sold, discarded, damaged or destroyed on or before 15th day of a month no depreciation is reckoned for the month of deletion while for the assets sold, discarded, damaged or destroyed after 15th of the month depreciation is reckoned in full for the month of deletion.

c. Where cost of a part of the asset is significant to the total cost of the asset and useful life of that part is different from the useful life of the remaining asset, useful life of that significant part is determined separately and depreciated on straight line method over its estimated useful life.

d. The Residual values, useful lives and methods of depreciation of PPE are reviewed at each financial year end and adjusted prospectively, if appropriate.

Amortization

Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. Amortization methods and useful lives are reviewed periodically at each financial year end.

In the case of depreciable assets which have been revalued, depreciation is calculated on straight line method on the revalued amount. Incremental depreciation on account of Revaluation is recouped as a credit to the general Reserve, as per the Schedule II of the Companies Act 2013.

Disposal of property, plant and equipment

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised.

Particulars	(Years)
A. (a) Building (other than factory buildings)	60
(b) Factory building	30
(c) Purely temporary erections	3
(d) Building with dwelling units each with plinth area not exceeding 80 sqm.	30
B. Furniture & Fittings	10
C. Plant & Machinery	
(a) General Rate (on double shift basis)	15
(b) Special Rate: - Servers & Networks	6
(c) Data Processing Machines including Computers	3
D. Roads and compound Walls	10
E. Office Machinery and Equipment	5
F. Vehicles	8
G. Assets costing less than Rs.5,000/- are depreciated @ 100%	
However, in respect of assets having original cost of Rs.50,000/- and above, a residual balance of Rs.5/- has been retained in the books.	

10) Leases

A lease is classified at the inception date as a finance lease or an operating lease.

Company as a Lessee

Finance leases are capitalised at lower of fair value and the present value of the minimum lease payments on commencement of the lease. Finance charges are recognised as Finance Costs in the Statement of Profit and Loss. A leased asset is depreciated over the useful life of the asset or lease term, whichever is lower.

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

Company as a lessor

Operating lease income is recognised over the lease term on straight line basis, except when the escalations are due to general inflation or otherwise justified. Contingent rents, if any, are recognised as revenue in the period in which they are earned.

11) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale is capitalised as part of the cost of the asset.

General borrowing costs are capitalised to qualifying assets by applying a capitalisation rate, which is the weighted average of the borrowing costs applicable to the general borrowings outstanding, other than specific borrowings, to the expenditure on that asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds, as also exchange differences to the extent regarded as an adjustment to the borrowing costs.

12) Government Grants

Grants from Government are measured at fair value and initially recognized as Deferred Income.

Amount lying under Deferred Income on account of acquisition of Fixed Assets is transferred to the credit of the Statement of Profit and Loss in proportion to the depreciation charged on the respective assets to the extent attributable to Government Grants utilised for the acquisition.

Amount lying under Deferred Income on account of revenue expenses is transferred to the credit of the Statement of Profit and Loss to the extent of expenditure incurred in the ratio of the funding to the total sanctioned cost, limited to the grant received.

13) Investments in joint venture and associates

Company accounts for its interests in associates and joint ventures at cost or in accordance with Ind AS 109 in the standalone financial statements but in the consolidated Financial statements under equity method.

14) Inventories

Raw materials, components and stores purchased for manufacturing/ production activities are valued at lower of cost and net realizable value, after providing for obsolescence, if any. Cost is calculated on weighted average rate as at the end of the year. Where same items are purchased as also manufactured, manufacturing costs are generally adopted.

Raw materials and production stores with ancillaries and fabricators are valued at lower of cost at the time of such issue and net realizable value, after providing for obsolescence, if any.

Manufactured items in stock and stock-in-trade are valued at lower of cost excluding interest charges, administration overheads & sales overheads and at the net realisable value, after providing for obsolescence, if any.

Precious metals scrap is brought to books at the year end at net realizable value.

15) Work-in-process

a. Work-in-process (production) is valued on the basis of physically verified quantities at lower of cost excluding interest charges, administration & sales overheads and at the net realisable value, after providing for obsolescence, if any.

b. Work-in-process (Installation) is valued at lower of cost as recorded in the work orders and net realizable value, after providing for obsolescence, if any.

16) Tools and Gauges

Expenditure on special purpose tools and fixtures is initially capitalized at cost and then amortized over production on a systematic basis, based on technical assessment.

Loose tools are charged to revenue at the time of issue.

17) Financial assets (Trade Receivables & Other receivables)

Receivables are initially recognized at fair value, which in most cases approximates the nominal value. If there is any subsequent indication that the assets may be impaired, same is reviewed for impairment.

18) Errors and Estimates

The Company revises its accounting policies, if the change is required due to a change in the Ind AS or if the change provides more relevant and reliable information to the users of the financial statements.

A change in an accounting estimate that results in changes in the carrying amounts of recognised assets or liabilities or to statement of Profit or Loss is applied prospectively in the period(s) of change.

Discovery of errors and results in revisions retrospectively by restating the comparative amounts of assets, liabilities and equity of the earliest prior period in which the error is discovered. Opening balances of the earliest period presented are also restated.

19) Income taxes

Income tax comprises of current and deferred income tax

Current income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date. Current tax relating to items recognised directly in equity is recognised in equity and not in the Statement of Profit and Loss.

Deferred tax

Deferred tax is provided using the Balance sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

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

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.

20) Warranty Liability

Warranty liability for contractual obligation in respect of equipment sold to customers is accounted for the basis of an annual technical assessment.

21) Foreign currencies

Transactions in foreign currencies are initially recorded by the Company at their respective currency exchange rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency exchange rate at the reporting date.

Differences arising on settlement or translation of monetary items are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the functional currency exchange rate at the dates of the initial transactions.

22) Employee benefits

a. Short-term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

b. Post-employment benefit viz. gratuity and other long-term employee benefits viz. Privilege Leave, Sick Leave and LLTC are recognised as an expense in the Statement of Profit and Loss of the year in which the employee has rendered services. Expense is recognised at the present value of the amounts payable determined using actuarial valuation techniques.

c. Actuarial gains and losses and the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income (OCI). Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in the Statement of Profit and Loss.

d. Expenditure related to voluntary retirement scheme (VRS) is written off in the year of incidence.

e. Eligible employees of the Company receive benefits from a provident fund, which is a defined contribution plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary. The Company remits the contribution to the ITI Employees' Provident Fund Trust. The trust after making a portion of contribution to the government-administered pension fund as per the regulations, invests the remaining funds in specific designated instruments as permitted by appropriate regulations. The rate at which the annual interest is payable to the beneficiaries by the trust is being administered by the government.

23) Provision & Contingent Liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. Expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities and contingent assets are not recognised in the financial statements. However, contingent liabilities unless the possibility of an outflow of resources embodying economic benefits is remote and contingent assets where an inflow of economic benefits is probable are disclosed in the notes.

Onerous Contracts

A provision for onerous contracts is recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract.

Provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract.

Before a provision is established, the Company recognizes any impairment loss on the assets associated with that contract.

24) Fair value measurement

The Company measures certain financial instruments, such as derivatives and other items in its financial statements at fair value at each balance sheet date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

For purposes 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.

25) Investment property

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

26) Financial Instruments

a) Initial recognition and measurement

All financial assets are recognised initially at fair value. In the case of financial assets not recorded at fair value through the Statement of Profit and Loss, transaction costs that are attributable to the acquisition of the financial asset are included in the cost of the asset.

b) Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

i. Debt instruments at amortised cost,

ii. Debt instruments at fair value through other comprehensive income (FVTOCI),

iii. Debt instruments, derivatives and equity instruments at fair value through Profit or Loss (FVTPL),

iv. Equity instruments (other than investments in associates – which is carried at cost) measured at fair value through other comprehensive income (FVTOCI).

Derecognition

A financial asset or part of a financial asset is derecognised when the rights to receive cash flows from the asset has expired.

Embedded derivative

Embedded derivative, if required, is separated from host contract and measured at fair value.

27) Forward Contracts

The Company uses derivative financial instruments such as forward currency contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

28) Cash and cash equivalents

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash, which are subject to an insignificant risk of change in value.

Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet.

29) Impairment of financial assets

In accordance with Ind AS 109, the Company applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on financial assets with credit risk exposure.

a. Time barred dues from the Government / Government Departments / Government Companies are generally not considered as increase in credit risk of such financial asset.

b. Where dues are disputed in legal proceedings, provision is made if any decision is given against the Company even if the same is taken up on appeal to higher authorities / courts.

c. In case of dues outstanding for a significant period of time, on a case to case basis

ECL impairment loss allowance (or reversal) recognized during the period is recognized as expense/ (income) in the Statement of Profit and Loss. This amount is reflected in a separate line in Profit and Loss Statement as an impairment gain or loss.

30) Financial Liabilities

a) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, at fair value through Profit and Loss as loans, borrowings, payables, or derivatives, as appropriate.

Loans, borrowings and payables, are stated net of transaction costs that are directly attributable.

b) Subsequent measurement

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

i. Financial liabilities at fair value through profit or loss.

ii. Financial liabilities at fair value through Profit or Loss include financial liabilities designated upon initial recognition as at fair value through profit or loss. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by IndAS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

c) Loans and borrowings

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

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

d) Trade and other payables

Liabilities are recognised for amounts to be paid in future for goods or services received, whether billed by the supplier or not.

31) Reclassification of Financial Instruments

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. If the Company reclassifies financial assets, it applies the reclassification prospectively.

32) Offsetting of financial instruments

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

33) Cash dividend and non-cash distribution to equity shareholders

The Company recognises a liability to make cash or non-cash distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company.

34) Earnings per share

Basic earnings per share are 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. 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 are adjusted for the effects of all dilutive potential equity shares.

35) Events after the reporting period

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The financial statements are adjusted for such events before authorisation for issue.

Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted but disclosed.

36) Recent Accounting Pronouncements

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as below:

Ind AS 1, Presentation of Financial Statements – This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies.

Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors – This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates.

Ind AS 12, Income Taxes – This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences.

The Company does not expect the impact of these amendments to be material.

37) Standards Issued but not yet Effective

None

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S	**Y Sathyan**	**Rajeev Srivastava**	**Rajesh Rai**
Partner	Company Secretary	Director Finance & CFO	Chairman & Managing Director
M.No.212013	CS No. A26464	DIN:08921307	DIN:10052045
Place: Bengaluru			
Date : June 13, 2025			

Standalone Balance Sheet as at March 31, 2025

₹ in Lakhs

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
I) ASSETS			
1. Non-current assets			
(a) Property, Plant & Equipment	1	**252,234.63**	266,382.80
(b) Capital work-in-progress	2	**1,852.44**	14,228.25
(c) Investment Property	3	**18,746.49**	6,814.25
(d) Goodwill		**0.00**	0.00
(e) Other Intangible assets	3(a)	**0.00**	0.00
(f) Intangible assets under development		**0.00**	0.00
(g) Biological Assets other than bearer plants		**0.00**	0.00
(h) Financial Assets		**0.00**	0.00
(i) Investments	4(a)	**40.55**	40.55
(ii) Trade receivables	4(b)	**11,042.45**	11,528.53
(iii) Loans	4(c)	**0.00**	0.00
(iv) Others	4(d)	**3,057.99**	136.45
(i) Deferred tax assets (net)		**0.00**	0.00
(j) Other non current assets	5	**4,199.98**	4,002.91
TOTAL		**291,174.53**	**303,133.74**
2. Current assets			
(a) Inventories	6	**23,138.74**	22,220.12
(b) Financial Assets			
(i) Investments		**0.00**	0.00
(ii) Trade receivables	7	**399,055.13**	245,532.84
(iii) Cash and cash equivalents	8(a)	**14,865.94**	11,826.86
(iv) Bank Balances other than (iii) above	8(b)	**27,344.42**	71,749.64
(v) Loans	9(a)	**46,328.31**	35,895.96
(vi) Others	9(b)	**193,279.37**	224,746.43
(c) Current Tax Assets (Net)		**0.00**	0.00
(d) Other current assets	10	**39,729.31**	41,146.63
TOTAL		**743,741.22**	653,118.48
GRAND TOTAL		**1,034,915.75**	**956,252.22**
II) EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	11	**96,088.69**	96,088.69
(b) Other Equity	12	**61,054.78**	78,861.12
TOTAL		**157,143.47**	**174,949.81**
LIABILITIES			
1. Non-Current Liabilities			
(a) Government Grants Unutilised	13	**4,496.42**	4,496.42
(b) Financial Liabilities			
(i) Borrowings	14(a)	**6,005.40**	12,005.40
(ia) Lease Liabilities	14(b)	**13.95**	59.66
(ii) Trade Payables	14(c)		

(A) total outstanding dues of micro enterprises & small enterprises		**0.00**	0.00
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.		**7,053.67**	10,912.05
(iii) Others	**14(d)**	**6,546.75**	6,767.82
(c) Provisions	**15**	**3,871.86**	4,456.12
(d) Deferred Tax Liabilities		**0.00**	0.00
(e) Other Non current Liabilities	**16**	**0.00**	0.00
TOTAL		**27,988.05**	**38,697.47**
2. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	**17(a)**	**142,061.35**	168,064.38
(ia) Lease Liabilities	**17(b)**	**0.00**	0.00
(ii) Trade payables	**17(c)**		
(A) total outstanding dues of micro enterprises & small enterprises		**463.95**	111.25
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.		**326,561.49**	157,876.03
(iii) Others	**18**	**123,987.93**	136,636.62
(b) Other current liabilities	**19**	**242,158.56**	263,313.10
(c) Provisions	**20**	**14,550.95**	16,603.56
(d) Current Tax Liabilities	**21**	**0.00**	0.00
TOTAL		**849,784.23**	**742,604.94**
GRAND TOTAL		**1,034,915.75**	**956,252.22**

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Statement of Standalone Changes In Equity

A. Equity Share Capital ₹ in Lakhs

Particulars	2024-25	2023-24
Balance at the beginning of the year	**96,088.70**	**94,957.74**
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	-	-
Changes in equity share capital during the current year		1,130.96
Balance as at end of the year	**96,088.70**	**96,088.70**

B. Other Equity ₹ in Lakhs

Particulars	Share application money pending allotment	Reserves and Surplus						Revaluation Surplus	Other items of Other Comprehensive Income	Total
		Capital Reserve	Securities Premium	OCI-Remeasurement of DBP	Other Reserves	General reserve	Retained Earnings			
Balance as at April 01, 2024	**0.00**	**305,827.30**	**44,799.33**	**559.83**	**10.29**	**235,316.61**	**-507,652.23**	**0.00**	**0.00**	**78,861.12**
Any other adjustments							0.63			**0.63**
Transfer from General Reserve							89.87			**89.87**
Transfer to retained earnings						-89.87	-23,315.35			**-23,405.22**
Transfer to OCI				-391.63						**-391.63**
Equity investment received during the year (Refer foot note 1)	5,900.00									**5,900.00**
Balance as at March 31, 2025	**5,900.00**	**305,827.30**	**44,799.33**	**168.20**	**10.29**	**235,226.74**	**-530,877.08**	**0.00**	**0.00**	**61,054.78**
Balance as at April 01, 2023	**10,700.00**	**305,827.30**	**35,230.29**	**2,680.34**	**10.29**	**235,316.61**	**-450,749.48**	**0.00**	**0.00**	**139,015.35**
Any other adjustments (Refer foot note 2)							**3.39**			**3.39**
Transfer to OCI				-2,120.51						**-2,120.51**
Transfer to retained earnings							-56,906.14			**-56,906.14**
Transfer to Securities Premium			9,569.04							**9,569.04**
Equity investment received during the year (Refer foot note 1)	-10,700.00									**-10,700.00**
Balance as at March 31, 2024	**-**	**305,827.30**	**44,799.33**	**559.83**	**10.29**	**235,316.61**	**-507,652.23**	**0.00**	**0.00**	**78,861.12**

*** Note :**

1. Under the Rehabilitation Scheme approved by CCEA for the revival of ITI Limited sanctioned upon the Company being declared as a Sick Company as per provisions of Sick Industrial Companies Act (SICA), 1985, financial assistance of ₹415679 lakhs was sanctioned in February 2014. Company also received Rs. 5,900 lakhs towards investment in equity which is currently disclosed as 'Share application money pending allotment'. The Company has considered and approved the issue of shares to the President of India on a preferential basis in its Board Meeting held on May 27, 2025.

Details of types of Other Equity

i) General Reserve:

The general reserve is a free reserve which is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

ii) Security Premium:

Securities premium is used to record the premium on issue of shares.

iii) Capital Reserve:

These amounts represent certain free land gifted to the company and certain capital grants received by the Company in the prior years.

iv) Share application money pending allotment

These amounts represents the equity invested by the shareholders which are pending allotment of shares

v) Retained Earnings:

It comprises of the accumulated profits/(loss) of the Company.

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S	**Y Sathyan**	**Rajeev Srivastava**	**Rajesh Rai**
Partner	Company Secretary	Director Finance & CFO	Chairman & Managing Director
M.No.212013	CS No. A26464	DIN:08921307	DIN:10052045
Place: Bengaluru	Place: Bengaluru		
Date : June 13, 2025	Date : May 27, 2025		

Standalone Statement of Profit and Loss for the year ended March 31, 2025

₹ in Lakhs

Particulars	Note No.	For the year ended March 31, 2025	For the year ended March 31, 2024
INCOME			
I. Revenue from operations	22	**361,642.11**	126,363.21
II. Other Income	23	**8,519.99**	4,449.80
III. Total revenue(I +II)		**370,162.10**	130,813.01
IV. EXPENSES:			
Cost of materials consumed	24	**10,671.83**	6,927.47
Purchase of Stock-in-Trade	25(a)	**234,634.25**	35,398.53
Installation & Maintenance Charges	25(b)	**96,246.80**	73,522.75
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	26	**(2,505.07)**	2,525.62
Employee benefit expense	27	**19,185.36**	23,187.27
Finance costs	28	**22,430.35**	24,086.29
Depreciation and amortization expenses	29	**6,920.27**	5,312.26
Other expenses	30	**9,397.28**	16,758.96
Total Expenses		**396,981.07**	187,719.15
V. Profit/(Loss) before exceptional items and tax (III-IV)		**(26,818.97)**	(56,906.14)
VI. Exceptional Items	31(53)		
(i) Income		**12,129.09**	0.00
(ii) Expenses		**8,625.47**	0.00
Total Exceptional intems		**3,503.62**	0.00
VII. Profit/(Loss) before tax (V + VI)		**(23,315.35)**	(56,906.14)
VIII.Tax expense:			
(1) Current tax		**0.00**	0.00
(2) Deferred tax		**0.00**	0.00
IX. Profit/(Loss) for the period from continuing operations (VII-VIII)		**(23,315.35)**	(56,906.14)
X. Profit/(Loss) from discontinuing operations		**0.00**	0.00
XI. Tax expense on discontinuing operations		**0.00**	0.00
XII. Profit/(Loss) from Discontinuing operations (X - XI)		**0.00**	0.00
XIII. Profit(Loss) for the period (IX+XII)		**(23,315.35)**	(56,906.14)
XIV. Other Comprehensive Income			
A. (i) Items that will not be reclassifled to proflt or loss			
Remeasurements of Defined Benefit Plans		**(391.63)**	(2,120.51)
Change in Fair Value of Equity instrument through OCI		**0.00**	0.00
B. (i) Items that will be reclassified to profit or loss		**0.00**	0.00
XV. Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit/ (Loss) and Other Comprehensive Income for the period)		**(23,706.98)**	(59,026.65)

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Standalone Cash Flow Statement for the year ended March 31, 2025

₹ in Lakhs

Particulars	For the year ended March 31,2025		For the year ended March 31, 2024	
Cash Flows From Operating Activities				
Net Profit Before Taxation, And Extraordinary Item		**(23,315.35)**		**(56,906.14)**
Adjustments for :				
Interest income	(2,723.88)		(291.66)	
Profit on sale of asset/written off asset	0.00		(48.11)	
Profit on sale of investments	(12,129.09)		0.00	
Provision	(2,636.85)		0.00	
Depreciation	6,920.27		5,312.25	
IndAS adjustment	(391.63)		(2,120.51)	
Interest expense	22,430.35		24,138.84	
Loss on sale of asset/written off asset	0.00		114.83	
Bad debts written off	(80.84)		0.00	
Foreign exchange loss	0.00		1,541.94	
		11,387.33		28,646.58
Operating Profit Before Working Capital Changes		**(11,928.02)**		**(28,259.56)**
(Increase)/ decrease in sundry debtors	(152,955.37)		45,587.88	
(Increase)/decrease in inventories	(918.63)		2,299.57	
(Increase)/ decrease in other current assets	19,333.07		0.00	
Increase/(decrease) in sundry creditors	165,179.78		77,739.04	
Increase/ (decrease) in other current liabilities	(34,068.01)		0.00	
Cash generated from operations		**(3,429.16)**		**125,627.49**
Income taxes paid/(Refund)	0.00		0.00	
Net cash from operating activities after income tax		**(15,357.18)**		**97,367.93**
Cash flows from investing activities				
Purchase of fixed assets	(1,586.79)		(3,756.69)	
Proceeds from sale of fixed assets	21,387.34		48.11	
Interest received	2,723.88		291.66	
Investment made	44,405.21		0.00	
Proceeds from maturity/deposits of other bank balances	0.00		(50,867.09)	
Net cash from investing activities		**66,928.64**		**(54,284.01)**
Cash flows from financing activities				
Proceeds from issuance of share capital	5,900.00		0.00	
Proceeds from short-term borrowings	0.00		(8,052.67)	
Repayment of long-term borrowings	(32,003.03)		0.00	
Interest paid	(22,430.35)		(24,138.84)	
Adjustment with Surplus	0.00		(1.35)	
Net cash from financing activities		**(48,533.38)**		**(32,192.86)**
Net increase in cash and cash equivalents		3,039.08		10,891.06
Cash and cash equivalents at beginning of period		11,826.86		935.78
Cash and cash equivalents at end of period		**14,865.94**		**11,826.84**

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Notes to the Financial Statements

Note No.1

Property, Plant & Equipment

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2025
	GROSS AMOUNT AS AT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2025	ACCU-MULATED DEP AS AT APRIL 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2025	
LAND:												
-FREE HOLD	220,890.10	-	21,199.26		-	199,690.84	-	-	-	-	-	199,690.84
-LEASE HOLD	777.13	-	-		-	777.13	2.16	0.27	-	-	2.43	774.70
ASSETS GIVEN ON LEASE	-	-	-		-	-	-	-	-	-	-	-
LAND DEVELOPMENT	-	-	-		-	-	-	-	-	-	-	-
BUILDING	15,013.00	7,377.98	-		-	22,390.98	5,814.00	847.36	0.64	-	6,660.72	15,730.26
PLANT& MACHINERY	50,923.24	5,209.49	-		-	56,132.73	20,458.92	4,490.17	-	-	24,949.09	31,183.64
OTHER EQUIPMENT	7,434.86	430.65	-		-	7,865.51	2,780.95	655.58	-	-	3,436.53	4,428.97
OFFICE M/C & EQPT	626.41	302.40			55.90	872.91	422.89	162.74	-	-	585.63	287.28
FURNITURE FIXTURE& FITTINGS	129.28	5.58	-		-	134.87	70.64	13.05	-	-	83.69	51.18
VEHICLES	172.46	-	-		-	172.46	117.23	16.69	-	-	133.92	38.54
ELECTRICAL INSTALLATION	50.80	-	-		-	50.80	3.39	10.16	-	-	13.55	37.25
RIGHT OF USE (CAR LEASE)	102.03	-	22.32		-	79.71	66.32	15.94	-	-14.51	67.75	11.96
TOTAL	**2,96,119.31**	**13,326.11**	**21,221.58**	**-**	**55.90**	**288,167.93**	**29,736.50**	**6,211.96**	**0.64**	**-14.51**	**35,933.31**	**2,52,234.63**

Notes to the Financial Statements

Note No.1

Property, Plant & Equipment

₹ in Lakhs

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2024
	GROSS AMOUNT AS AT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUSTMENTS	TOTAL AS AT March 31, 2024	ACCUMULATED DEP AS AT APRIL 01, 2023	FOR THE PERIOD	DELETION	ADJUSTMENTS	TOTAL AS AT MARCH 31, 2024	
LAND:												
-FREE HOLD	220,890.10	-	-	-	-	220,890.10	-	-	-	-	-	220,890.10
-LEASE HOLD	777.13	-	-	-	-	777.13	1.89	0.27	-	-	2.16	774.97
ASSETS GIVEN ON LEASE	-	-	-	-	-	-	-	-	-	-	-	-
LAND DEVELOPMENT	-	-	-	-	-	-	-	-	-	-	-	-
BUILDING	14,967.80	55.32	-	-	-10.12	15,013.00	5,110.36	704.99	-	-1.35	5,814.00	9,199.00
PLANT& MACHINERY	50,714.07	1,880.15	1,670.98	-	-	50,923.24	18,283.50	3,846.38	1,670.96	-	20,458.92	30,464.32
OTHER EQUIPMENT	6,195.47	1,246.31	6.92	-	-	7,434.86	2,156.27	628.37	3.69	-	2,780.95	4,653.90
OFFICE M/C & EQPT	555.78	67.84	0.79	-	3.58	626.41	347.16	72.93	0.79	3.59	422.89	203.52
FURNITURE FIXTURE& FITTINGS	114.70	14.58	-	-	-	129.28	60.45	10.19	-	-	70.64	58.64
VEHICLES	175.80	-	3.34	-	-	172.46	103.99	16.58	3.34	-	117.23	55.23
ELECTRICAL INSTALLATION	29.49	21.31	-	-	-	50.80	-	3.39	-	-	3.39	47.41
RIGHT OF USE (CAR LEASE)	102.03	-	-	-	-	102.03	45.91	20.41	-	-	66.32	35.71
TOTAL	**2,94,522.37**	**3,285.50**	**1,682.03**	**-**	**-6.54**	**2,96,119.31**	**26,109.53**	**5,303.51**	**1,678.78**	**2.24**	**29,736.50**	**2,66,382.80**

Notes:

1.There is a charge of ₹7 lakhs on 400 D type and 624 E type quarters in favour of Govt. of Karnataka towards subsidy received in terms of Subsidised Industrial housing Scheme.

2. Factory building is on the lease land,measuring 30 kanals for which extension for lease is under process with J&K Government.

3. There is a charge on title of property, plant and equipment, and other assets of the Company in favour of various lenders for an aggregate amount of Rs. 3,60,150.50 lakhs as these assets are pledged as security for liabilities.

4.Non Availability of Title Deeds

Mankapur: Out of 191.03 acres of land purchased from private owners, title deed for 41.77 acres land are not available with the management.

Naini: ITI Complex land (174.69 acres) was handed over by District Industrial Officer in 1969. The title deed of this land is still not transferred in the name of the Company.

Palakkad: Land measuring 77 acres valueing Rs.6,090.31 lakhs has been resumed by Government of Kerala and is under adjudication before Apex Court.

Raebareli : Transfer of title of 196.37 acres of land (factory area) valuing Rs.11620 Lakhs (Appx) acquired against Gazette No 10574(1). SHA.U/18.II.666/Bha-72 dated 09.01.1973 pertaining to Villages Ballapur, Chhajlapur & Malikmau Aima, Raebareli transfered by Industries Department, Raebareli dated 12.11.1973 is pending due to non submission of proof of compensation paid by ITI Limited to the land owners at the time of land acquirement.

5.Company is in process of reconciling the land (Freehold/leasehold) records held with the records maintained by the Civil Engineering Department ('Civil') and by other units. An appropriate coding/cross-referencing system is in the process of development to enable proper correlation between records.

6.The Company was mandated to construct NIFT Building for which M/s. TCIL, (A Government of India Undertaking) was engaged as PMC and the entire construction was given to TCIL. As on March 31, 2024, the entire building was constructed and handed over to NIFT but TCIL had not issued completion certificate for want of certain documents from Local Development Authority. The Company referred this matter to the administrative mechanism for resolving the same on priority. As on March 31, 2025, based on the receipt of completion certificate & certain other documents, the entire CWIP pertaining to NIFT building of Rs.6,582.06 (in Lakh) was capitalized & provision for depreciation has been made in the books for the current year.

7.The Company has captialized from CWIP to PPE amounting to Rs. 5,035.08 lakhs pertaining to data centre and other assets pertaining to the Bengaluru plant of the Company.

8.The deletion amount in land includes Rs. 11,941 lakhs which is reclassified as Investment Property during the year.

9.The Company has recognized the sale of a portion of its land and an old building at Electronic City Bengaluru to Centre for Development of Telematics ('C-Dot') at an agreed consideration of Rs. 20,000 lakhs and the consequent profit on sale thereof recognised amounting to Rs.10,919 lakhs, pursuant to an agreement to sell entered by the Company dated February 17, 2025, based on approvals from Department of Telecommunications, Government of India for such sale. The sale deed in the respect of the above transaction was not executed as at the year end due to certain pending approvals regarding demarcation of the relevant property by the Karnataka Industrial Areas Development Board ('KIADB') as at March 31, 2025 and subsequent confirmation of demarcation by Electronic City Industrial Township Authority. The Company believes these pending approvals and execution of sale deed is procedural in nature.

10. BBMP has utilized certain property in Bengaluru (in the books of Bengaluru Plant) measuring 1,594.28 sq meters for the formation of the storm water drain. BBMP agreed to pay a compensation of Rs.1,387.34 lakhs. Consequently, Rs 1210.08 lakhs has been recognised as surplus on acquisition of land and a cost of Rs. 177.26 lakhs has been depleted from the asset records.

11.Company is in the process of reconciling/recomputing the gross block and depreciation block details as per the respective asset registers maintained across all units/corporate office.

Notes to the Financial Statements

Note No.3

Investment Property:

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2025
	GROSS AMOUNT AS AT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2025	ACCUMULATED DEP AS AT APRIL 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2025	
LAND	6,497.55	11,941.00	-	-	-	18,438.55	-	-	-	-	-	18,438.55
BUILDING	372.86	-	-	-	-	372.86	56.16	8.76	-	-	64.92	307.94
TOTAL	**6,870.41**	**11,941.00**	**-**	**-**	**-**	**18,811.41**	**56.16**	**8.76**	**-**	**-**	**64.92**	**18,746.49**

₹ in Lakhs

Investment Property:

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2024
	GROSS AMOUNT AS AT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2024	ACCUMULATED DEP AS AT APRIL 01, 2023	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2024	
LAND	6,497.55	-	-	-	-	6,497.55	-	-	-	-	-	6,497.55
BUILDING	372.86	-	-	-	-	372.86	47.40	8.76	-	-	56.16	316.70
TOTAL	**6,870.41**	**-**	**-**	**-**	**-**	**6,870.41**	**47.40**	**8.76**	**-**	**-**	**56.16**	**6,814.25**

Notes:

1. (a) Land measuring 4653.75 sq.metres has been leased to Department of Telecommunications ('DoT') for a period of 99 years commencing from October 03,1983.
   (b) Formal conveyance/lease deeds in respect of land (excepting part of lands at Bengaluru & Mankapur) are yet to be executed by the respective State Governments.
   (c) Land measuring 1256.86 Sq. metres has been leased to DoT for a period of 99 years commencing from July 10,1991.
   (d) 3 acres of land is leased to State Government for construction of Mini-Vidhana Soudha for a period of 99 years commencing from March 1994.

2. (a) BSNL Telephone Exchange having area of 0.5733 acres of land
   (b) HPCL Petrol bunk, ITI Colony having area of 0.2222 acres of land
   (c) EPFO, F-28 Bldg. having area of 0.6069 acres of land
   (d) Thumby Aviation [Halipad - EC Plant] having area of 0.9182 acres of land
   (e) Embassy Services Pvt. Ltd. having area of Land and Building 0.776 acres and 6300 Sq.meters respectively.

3. Investment property Land area of 31.3 acres was reclassed PPE amounting to Rs. 11,941 Lakhs (Bengaluru Plant) during the year.

4. The Company is in the process of engaging the registered valuer for obtaining the fair values of various investment properties and hence the disclosure of this information could not be given.

5. Bruhat Benguluru Mahanagara Palike (BBMP) constructed road in ITI land in Krishnarajapuram without permission of ITI which is used by general public despite the stay order from High court of Karnataka.

6. Karnataka Power Transmission Corporation Limited is using 5 Acres of Land and no lease agreement has been entered for the same.

7. Land proposed to be leased to Bengaluru Metropolitan Transport Corporation, BMTC, measuring 12.15 acres is in possession of the BMTC. Pending Government of India approval for the lease, lease terms and agreement yet to be finalised. Lease rental will be recognised on finalisation of the terms. An amount of Rs.285 lakhs received earlier from the BMTC under an agreement to sell is held under deposits.

8. Lease agreement with ESIC has expired in the month of July 2016 and renewal lease agreement has not been entered, as the revised lease rent is not settled with ESIC. Further, the Company is in the process of identifying, reviewing and renewing all the lease agreements expired, where the Company is a lessor.

9. Southern Railways were paying rent for 1.83 acres of land used as access road to their facilities, without any written lease agreement till June 1990. However, since the approach road was being used by the public and the residents of the locality, Southern Railways stopped paying rent. Presently, the land is used by the public as right of way.

Notes to the Financial Statements

Note No.3 (a)

Other Intangible assets:

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2025
	GROSS AMOUNT AS AT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2025	ACCU-MULATED DEP AS AT APRIL 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2025	
Computer software	-	644.30	-		55.90	700.20	-	700.20	-	-	700.20	0

Note:

1.Intangible asset were captilized during the year amounting to Rs. 700 lakhs, Company completely depreciated the said amount as there was no future economic benefits.

Other Intangible assets:

₹ in Lakhs

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2024
	GROSS AMOUNT AS AT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (If revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2024	ACCU-MULATED DEP AS AT APRIL 01, 2023	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2024	
Computer software	-	-	-	-	-	-	-	-	-	-	-	-

Notes to the Standalone Financial Statements

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 2		
CAPITAL WORK-IN-PROGRESS		
Capital Work-in-Progress at Cost	151.71	6,968.82
Less: Provision	0.00	0.00
TOTAL	**151.71**	**6,968.82**
Machinery at Cost		
In-Transit	7.41	7.41
Awaiting Acceptance / Installation	1,699.32	7,258.02
TOTAL	**1,706.73**	**7,265.43**
Less:Provision	-6.00	-6.00
TOTAL	**1,700.73**	**7,259.43**
GRAND TOTAL	**1,852.44**	**14,228.25**

Capital Work in Progress Ageing Schedule as at March 31, 2025 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total as on 31.03.2025
Projects in progress	73.86	0.00	61.99	11.43	147.28
Projects temporarily suspended*	0.00	0.00	0.00	0.00	0.00
Machinery at cost- In Transit , Awaiting acceptance / Installation	168.42	284.37	337.60	914.77	1,705.16
Total	**242.28**	**284.37**	**399.59**	**926.20**	**1,852.44**

Capital Work in Progress Ageing Schedule as at March 31, 2024 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total as on 31.03.2024
Projects in progress	310.49	14.65	50.20	6,593.48	6,968.82
Projects temporarily suspended*	0.00	0.00	0.00	0.00	0.00
Machinery at cost- In Transit , Awaiting acceptance / Installation	0.00	762.82	853.72	5,642.89	7,259.43
Total	**310.49**	**777.47**	**903.92**	**12,236.37**	**14,228.25**

NOTE :

1. The Company has captialized from CWIP to PPE amounting to Rs. 5,035.08 lakhs pertaining to Data centre and other assets (BGP) and NIFT building of Rs.6,582.06 Lakhs.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 4 (a)		
NON- CURRENT FINANCIAL ASSETS-INVESTMENTS		
Investment in Equity instruments	40.55	40.55
Fully Paid at Cost (unquoted)=40.55 Lakhs		
16,21,800 Equity Shares of ₹10/- each fully paid up in India Satcom Limited(joint venture with M/S Chris Tech System Pvt. Ltd) including 1216350 Bonus Shares(extent of investment 49.06%)		
Opening Balance	40.55	40.55
Changes in Fair Value	0.00	0.00
Closing Balance	**40.55**	**40.55**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 4 (b)		
NON-CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES		
Trade Receivable Considered Good - UnSecured	11,042.45	11,528.53
Less: Allowance for Bad and doubtful debts	0.00	0.00
TOTAL	**11,042.45**	**11,528.53**

Note :
As per Ind AS 109, the receivables in the Company should be put to impairment test using the expected credit loss model. Ind AS 109 allows the use of practical expedients when measuring expected credit loss on trade receivables, and states that a provision matrix is a example of such an expedient. Majority of trade receivables originate from Government owned entities, which are not exposed to high risk, the Company is making specific provisions based on case to case reviews and approved by Board. Whereas, for other customers, provision is determined using expected credit loss model on case to case basis.

Trade Receivables ageing schedule as on 31.03.2025 ₹ in Lakhs

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2025
(i)Undisputed Trade receivables – considered good	1,785.89	1,531.38	2,082.34	2,245.69	3,397.15	11,042.45
(ii)Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii)Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv)Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v)Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi)Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**1,785.89**	**1,531.38**	**2,082.34**	**2,245.69**	**3,397.15**	**11,042.45**

Trade Receivables ageing schedule as at March 31, 2024 ₹ in Lakhs

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2024
(i)Undisputed Trade receivables – considered good	0.00	0.00	1,440.54	5,318.09	4,769.90	11,528.53
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**0.00**	**0.00**	**1,440.54**	**5,318.09**	**4,769.90**	**11,528.53**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 4(c)		
NON CURRENT FINANCIAL ASSETS - LOANS		
Loans Receivables considered good- Secured		
Loans & Advances	0.00	0.00
Others	0.00	0.00
	0.00	0.00
Less : Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
Loans Receivables considered good- UnSecured		
Loans & Advances	0.00	0.00
Deposits	0.00	0.00
Loans & Advances to related parties	0.00	0.00
Others	0.00	0.00
	0.00	0.00
Less : Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
Loans Receivables which have significant increase in Credit Risk	0.00	0.00
Less : Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
Loans Receivables – credit impaired	0.00	0.00
Less : Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**0.00**	**0.00**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 4(d)		
NON CURRENT FINANCIAL ASSETS OTHERS		
(i) Security Deposits	114.71	133.45
(ii) Bank Deposit - More than 12 months maturity	2,943.28	3.00
(iii) Others	0.00	0.00
GRAND TOTAL	**3,057.99**	**136.45**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 5		
OTHER NON CURRENT ASSETS		
(i) Capital Advances	1.62	1.62
Less: Provision	-1.10	-1.10
TOTAL	**0.52**	**0.52**
(ii) Advances other than Capital advances		
Margin money	0.00	0.00
Less: Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
(iii) Others	4,199.46	4,002.39
Less: Provision	0.00	0.00
TOTAL	**4,199.46**	**4,002.39**
GRAND TOTAL	**4,199.98**	**4,002.91**

Note :

a) Other Non Current Asset- Others -includes ₹1049.41 lakhs due from M/S Himachal Futuristic Communications limited towards liquidated damages. The Company has filed a legal case and the matter is pending before Delhi High Court and the hearing was on September 04, 2024 and was adjourned to July 23, 2025.

b) Other Non Current Asset- Others -includes Compensation amount of ₹2,908.01 lakhs receivable by the Company from South Western Railways (SWR) towards sale of land of 1,320 sqm at K.R.Puram, Bengaluru. The Company accounted the compensation amount in the accounts for the year 2020-21 as per the rate fixed by the Special Land Acquisition Officer (SLAO), Bengaluru. Further, SWR communicated in meeting dated March 15, 2023, the guideline value of the above land ₹ 1,172.16 Lakhs given by the Sub-Registrar K.R. Puram vide letter dated March 14, 2023. Further ITI Officials met KIADB, SWR officials & SLAO during April 2025 for the payment of above said compensation amount. The SLAO has moved the file recently(Apr 2025) to District Collector to expediate the process.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 6		
INVENTORIES		
a) Raw material and Production stores	8,994.22	10,166.61
Less: Provision for Obsolescence	-1,826.81	-1,895.22
	7,167.41	**8,271.39**
b) Material issued against Fabrication Contracts held by vendors	96.91	96.91
Less: Provision	-95.47	-95.47
	1.44	**1.44**
c) Non-Production Stores	802.92	821.85
Less: Provision for Obsolescence	-116.28	-116.28
	686.64	**705.57**
d) Work-in-Process Production	6,862.69	5,940.16
Less: Provision	-575.42	-575.42
	6,287.27	**5,364.74**
e) Work-in-Process Installation	0.00	16.08
Less: Provision	0.00	0.00
	0.00	**16.08**
f) Manufactured Components	4,399.54	4,411.21
Less: Provision	-406.53	-213.48
	3,993.01	**4,197.73**
g) Finished Goods		
Stock-in-Trade	5,830.54	4,295.46
Less: Provision	-1,049.23	-1,054.90
	4,781.31	**3,240.56**
h) Stock Reconciliation Account	19.47	19.47
Less: Provision	-10.33	-10.33
	9.14	**9.14**
i) Goods Pending Inspection / Acceptance	57.99	384.88
j) Material-in-Transit Advances		
Considered Good	393.28	267.34
Considered Doubtful	0.00	0.00
Less: Provision	-238.75	-238.75
	154.53	**28.59**
k) Material received and In-Transit Advances	0.00	0.00
l) Tools and Gauges	0.00	0.00
GRAND TOTAL	**23,138.74**	**22,220.12**

Note:

The Company has closing inventory of ₹ 23,138.76 lakhs during the FY 2024-25, of which the Company is in the process of performing physical verification. However, in the opinion of the management the inventory is in usable and valuable condition.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 7		
CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES		
Trade Receivables Considered Good - UnSecured	400,541.49	247,019.20
Less: Allowance for Bad and doubtful debts	-1,486.36	-1,486.36
TOTAL	**399,055.13**	**245,532.84**
Trade Receivables which have significant increase in Credit Risk	5,833.32	5,914.16
Less: Allowance for Bad and doubtful debts	-5,833.32	-5,914.16
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**399,055.13**	**245,532.84**

As per Ind AS 109, the receivables in the Company should be put to impairment test using the expected credit loss model. Ind AS 109 allows the use of practical expedients when measuring expected credit loss on trade receivables, and states that a provision matrix is a example of such an expedient. Majority of trade receivables originate from Government owned entities, which are not exposed to high risk, the Company is making specific provisions based on case to case reviews and approved by Board. Whereas, for other customers, provision is determined using expected credit loss model on case to case basis.

Trade Receivables ageing schedule as at March 31, 2025 ₹ in Lakhs

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2025
(i)Undisputed Trade receivables – considered good	128,715.85	65,731.01	21,268.83	15,795.27	146,182.67	377,693.63
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	1,844.75	280.51	1,383.53	283.93	316.93	4,109.66
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	17,251.84	17,251.84
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**130,560.60**	**66,011.52**	**22,652.36**	**16,079.20**	**163,751.44**	**399,055.13**

Trade Receivables ageing schedule as at March 31, 2024 ₹ in Lakhs

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2024
(i)Undisputed Trade receivables – considered good	13,154.22	2,287.84	49,241.78	34,507.98	123,439.20	222,631.02
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	4,956.82	367.12	317.11	5,641.05
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables– considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	17,260.77	17,260.77
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**13,154.22**	**2,287.84**	**54,198.60**	**34,875.10**	**141,017.08**	**245,532.84**

The above ageing schedules are disclosed at net off prorvisions.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 8(a)		
CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS		
a) Cash-on-Transit	0.00	0.00
b) Cash on hand	2.50	2.03
c) Cheques & Stamps on Hand	0.42	0.42
d) Balance with Banks :		
- On Current Account	4,401.13	11,617.83
- On Fixed Deposit Account- less than 3 months	10,461.89	206.58
TOTAL	**14,865.94**	**11,826.86**
NOTE NO. 8(b)		
CURRENT FINANCIAL ASSETS - BANK BALANCE OTHER THAN ABOVE		
Balance with Banks :		
- On Escrow Account	22,463.43	17,860.78
- On Current Account (Apprentices)	0.00	0.00
On short term deposit (margin money)	7.53	7.53
On Fixed Deposit Account- More than 3 months but Less than 12 months maturity	4,873.46	53,881.33
TOTAL	**27,344.42**	**71,749.64**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 9 (a)		
CURRENT FINANCIAL ASSETS - LOANS		
Secured Advances recoverable in cash or for value to be received		
Other Deposits	1,254.77	1,282.23
Less: Provision	0.00	0.00
TOTAL	**1,254.77**	**1,282.23**
Un secured Advances recoverable in cash for value to be received		
Advances Recoverable -Considered Good	31,537.30	24,485.81
Unsecured considered doubtful	151.32	151.32
Less: Provision	-151.32	-151.32
	31,537.30	**24,485.81**
Loans Receivables which have significant increase in Credit Risk	0.00	0.00
Less : Provision for increase in credit risk	0.00	0.00
	0.00	**0.00**
Loans Receivables – credit impaired	0.00	0.00
Less : Provision for credit impaired	0.00	0.00
	0.00	0.00
TOTAL	**31,537.30**	**24,485.81**
Claims and Expenses Recoverable - Inland		
Considered Good	12,217.21	8,654.79
Unsecured considered doubtful	2,089.18	2,089.18
Less : Provision	-2,089.18	-2,089.18
	12,217.21	**8,654.79**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
Loans Receivables which have significant increase in credit risk	1343.49	1343.49
Less : Provision for increase in credit risk	0.00	0.00
	1,343.49	**1,343.49**
Loans Receivables – credit impaired	0.00	0.00
Less : Provision for credit impaired	0.00	0.00
	0.00	**0.00**
TOTAL	**13,560.70**	**9,998.28**
Claims and expenses recoverable - Foreign		
Considered Good	1.24	1.24
Unsecured considered doubtful	1,168.00	1,168.00
Less : Provision	-1,168.00	-1,168.00
TOTAL	**1.24**	**1.24**
Loans Receivables which have significant increase in Credit Risk	36.32	36.32
Less : Provision for increase in credit risk	-36.32	-36.32
	0.00	**0.00**
Loans Receivables – credit impaired	0.00	0.00
Less : Provision for credit impaired	0.00	0.00
	0.00	0.00
TOTAL	**1.24**	**1.24**
Loans & Advances to related parties	0.00	0.00
Other Deposits	139.77	293.87
Less: Provision	-165.47	-165.47
TOTAL	**-25.70**	**128.40**
GRAND TOTAL	**46,328.31**	**35,895.96**

Note :

a) Current Asset - Loans includes ₹ 1,690.20 Lakhs recoverable from M/s HCL Infosystem Ltd . as compensation on account of excess amount spent by Mankapur unit. The above is on the basis of agreement entered into between the Company, HCL and Alcatel. The next hearing is scheduled on June 27, 2025 at Commercial Court,Bengaluru.

b) Claim Receivable includes of ₹ 1,023.00 lakhs receivable from M/s. Mindarray towards encashment of letter of credit. The next hearing at Commercial Court, Bengaluru is scheduled on July 05, 2025.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 9(b)		
CURRENT FINANCIAL ASSETS OTHERS		
(i) Security Deposits	2,157.87	1,517.63
Less: Provision	0.00	0.00
TOTAL	**2,157.87**	**1,517.63**
(ii) Unbilled Revenue		
(a) Government	165,376.76	215,899.22
(b) Non Government	13,962.82	113.04
TOTAL	**179,339.58**	**216,012.26**
(iii) Interest accrued but not due on short term deposits	0.00	0.00
(iv) Rent Receivables	1,553.58	7,156.56
(v) Others	10,228.34	59.98
GRAND TOTAL	**193,279.37**	**224,746.43**

a) The Other Current Financial assets include unbilled revenue of Rs.1,79,339.58 lakhs, the revenue which has been recognized over the last few years based on the work performed, the billing of which would happen upon fulfilling the terms of contract.

b) As per AMRCD's Order (Ref#No.5-31/ARB-ITI-CDOT/2023-TR, dated- July 01, 2024, C-DoT Rent Receivables amount of ₹ 5,847.90 lakhs on a premises leased out upto the period ended March 31, 2011 and royalty payable amount of Rs. 22.80 crores to CDoT by ITI Ltd are netted-off (adjusted) with total sale consideration of Rs. 20,000 lakhs payable by CDoT with respect ti the sale of Company land (24.458 Acres) to CDoT vide an agreement to sale entered between the said parties and consequently there will no dues in respect of rent receivables and royalty payable between Company & CDoT. The Company has received an amount of Rs. 10,000 lakhs as advance towards the sale which is set off againt the total sale consideration and the net amount is outstanding as receivable which is disclosed in '(v) Others' above.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 10		
OTHER CURRENT ASSETS		
Taxes & Duties input	1,714.24	473.78
GST Receivable (Net)	2,533.24	8,519.79
Deposits with Customs Department	137.19	13.79
Prepaid Expenses	2,863.27	1,118.85
Advance payment to vendors	25,936.96	28,015.01
Payment of Advance tax (Net of refunds)	0.00	0.18
Deposits with Excise Authorities	271.50	271.50
Festival advance	7.94	6.41
Other Advances	1,016.68	1,019.10
Others	235.65	101.56
Deposits with Govt Authorities (GS, IT, Others)	5,012.64	1,606.66
TOTAL	**39,729.31**	**41,146.63**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 11		
I. EQUITY SHARE CAPITAL		
a) Authorised		
2,80,00,00,000 equity shares of ₹10 each	280,000.00	280,000.00
b) Issued		
96,08,86,938 equity shares of ₹10 each	96,088.69	96,088.69
c) Subscribed and Fully Paid-up		
96,08,86,938 equity shares of ₹10 each	96,088.69	96,088.69
d) Subscribed & not fully paid up	0.00	0.00
e) Par value per share	10.00	10.00
f) Calles un paid	0.00	0.00
g) Forfeited shares	0.00	0.00

h) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	No.of shares	No.of shares
Number of shares outstanding O.B	960,886,938	949,577,352
Add issues during the period	0.00	11,309,586
Less: Buy back/forfiture during the period	0.00	0.00
Number of shares outstanding C.B	**960,886,938**	**960,886,938**

Note :

1. During previous year, the Company received money for equity investment from the GOI for Rs.10,700 lakhs to be utlised for capital expenditure as part of the financial assistance approved by CCEA when the Company was decalared a Sick Company as per the provisions of the Sick Industrial Companies Act, 1985.

i) The rights and preferences and restrictions attaching to the above class of shares-

Each holder of Equity share is entitled to one vote per share.

- In the event of liqudation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferencial amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

j) Shares held by each shareholder holding more than 5% ₹ in Lakhs

Name	No.of shares held	No.of shares held
1. President of India	864,485,747	864,485,747
2. Special National Investment Fund(SNIF)	75,869,381	75,869,381

k) Shareholding of Promoters as under :			
Name of the Promoter	**Shares held as at 31.03.2025**	**% of total shares**	**% change during the year ended 31.03.2025**
1. President of India	864,485,747	89.97	0.00
2. Government of Karnataka	312,500	0.03	0.00
Name of the Promoter	**Shares held as at 31.03.2024**	**% of total shares**	**% change during the year ended 31.03.2024**
1. President of India	864,485,747	89.97	1.00
2. Government of Karnataka	312,500	0.03	0.00

₹ in Lakhs

II. PREFERENCE SHARES:	As at March 31, 2025	As at March 31, 2024
Authorised		
7,00,00,000 Preference Shares of ₹100 each	70,000	70,000

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 12		
OTHER EQUITY		
1)Capital Reserves		
i)Free Land Gifted		
O.B As per last B/S	25.30	25.30
Total	**25.30**	**25.30**
Deductions	-24.97	-
Closing balance(a)	**0.33**	**25.30**
ii)Capital Grant in aid		
As per last Balance Sheet	305,802.00	305,802.00
Transfer from Grant in aid (capital)	24.97	-
Closing Balance (b)	**305,826.97**	**305,802.00**
Total Capital Reserves (1=a+b)	**305,827.30**	**305,827.30**
2)Securities premium reserve		
O.B as per last B/S	44,799.33	35,230.29
Additions	0.00	9,569.04
Total Securities premium reserve (2)	**44,799.33**	**44,799.33**
3) Retained Earnings		
i) General reserve:		
Opening balance as per last B/S	235,316.61	235,316.61
Less-Transfer to P&L	-89.87	0.00
Closing Balance	**235,226.74**	**235,316.61**
ii)Sale of Technical know-how		0.00
As per last Balance Sheet	3.50	3.50
Less-Transfer to P&L	0.00	0.00
Closing Balance	**3.50**	**3.50**

Particulars	As at March 31, 2025	As at March 31, 2024
iii) Industrial Housing Subsidy		
As per last Balance Sheet	6.79	6.79
Less-Transfer to P&L	0.00	0.00
Closing Balance	**6.79**	**6.79**
iv) Surplus		
As per last Balance sheet	-507,652.23	-450,749.48
Add: Transfer from Statement of Profit and loss	-23,315.35	-56,906.14
Add: Transfer from General Reserve	89.87	0.00
Add: Transfer from Profit on sale of fixed assets	0.63	0.00
Less- Other Adjustments	0.00	-3.39
Closing Balance	**-530,877.08**	**-507,652.23**
TOTAL-Retained Earnings (3)	**-295,640.06**	**-272,325.34**
4) Share application money pending allotment	5,900.00	0.00
TOTAL- Share application money pending allotment (4)	5,900.00	0.00
5) Other Comprehensive Income		
Remeasurement of Defined Benefit Plans (Acturial Gain)		
Opening Balance	559.83	2,680.34
Changes during the period	-391.63	-2,120.51
TOTAL- Share application money pending allotment (5)	**168.20**	**559.83**
GRAND TOTAL - OTHER EQUITY (1+2+3+4+5)	**61,054.78**	**78,861.12**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 13		
NON-CURRENT LIABILITIES - GOVERNMENT GRANTS UNUTILISED		
Government Grants unutilised :		
i)Grant-in-aid (Revenue)		
As per last Balance Sheet	4,496.42	4,496.42
Add : Receipts during the period		
Total	**4,496.42**	**4,496.42**
Less: Transfer to Profit & Loss Account	0.00	0.00
Closing Balance	4,496.42	4,496.42
GRAND TOTAL	**4,496.42**	**4,496.42**

Note :
Unspent portion of government grants (as per the conditions of grant document) are classified separately from other equity and shown as Non-current liabilities

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 14 (a)		
NON-CURRENT FINANCIAL LIABILITIES -BORROWINGS		
I Borrowings - Secured	0.00	0.00
II Borrowings - Unsecured		
(a) Bonds	5.40	5.40
(b) Term Loans		
(i) From Banks	0.00	0.00
(ii) From Others	0.00	0.00
Loan from Government of India*	6,000.00	12,000.00
Interest accrued and due on above	0.00	0.00
GRAND TOTAL	**6,005.40**	**12,005.40**

*The Company had received a soft loan of Rs. 30,000 lakhs from the Department of Telecommunications, Ministry of Communications, Government of India during the year 2014-15 for payment of salaries of employees, repayable in five years after the Company starts earning profit with a moratorium of two years. As per DoT letter dated April 29, 2022 and March 24, 2023, Company was advised to repay the soft loan from FY 2022-23 failing which penal interest shall be levied as per sanction terms. Accordingly, Company has made a provision for Rs. 363.00 lakhs towards penal interest up to FY 2024-25. However, considering the fact that soft loan was provided towards salary of employees during implementation period of revival plan and company is still under revival plan and not come out of BIFR and incurring losses, Company has requested for conversion of soft loan into Grant in aid, which is under consideration. (Refer note 17 (a) for current liability).

Subject to reconciliation / confirmation of the said Balances

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 14(b)		
NON-CURRENT FINANCIAL LIABILITIES -LEASE LIABILITIES		
Finance Lease Liabilities	13.95	59.66
Operating lease liabilities	0.00	0.00
GRAND TOTAL	**13.95**	**59.66**
NOTE NO. 14(c)		
NON CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
For goods supplied		
- Micro small and medium enterprises('MSME')	0.00	0.00
- Others	7,053.67	10,912.05
TOTAL	**7,053.67**	**10,912.05**
For Expenses and Services		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
For Other Liabilities		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
Disputed Dues		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**7,053.67**	**10,912.05**

Trade Payables Ageing Schedule as at March 31, 2025 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2025
(i) MSME	-	-	-	-	-
(ii) Others	3,515.55	2,156.83	1,025.09	356.20	7,053.67
(iii) Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-
Total	**3,515.55**	**2,156.83**	**1,025.09**	**356.20**	**7,053.67**

Trade Payables Ageing Schedule as at March 31, 2024 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2024
(i) MSME	-	-	-	-	-
(ii) Others	1,218.77	3,034.49	2,220.28	4,438.51	10,912.05
(iii) Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-
Total	**1,218.77**	**3,034.49**	**2,220.28**	**4,438.51**	**10,912.05**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 14(d)		
NON-CURRENT FINANCIAL LIABILITIES - OTHERS		
Security deposit received	6,546.75	6,767.82
TOTAL	**6,546.75**	**6,767.82**
NOTE NO. 15		
NON CURRENT PROVISIONS		
(i) For Employee Benefits		
For privilege Leave	3,842.31	4,421.45
For sick Leave	29.55	34.67
TOTAL	**3,871.86**	**4,456.12**
NOTE NO. 16		
OTHER NON-CURRENT LIABILITIES		
	0.00	0.00
TOTAL	**0.00**	**0.00**
NOTE NO. 17(a)		
CURRENT FINANCIAL LIABILITIES -BORROWINGS		
I Borrowings - Secured		
(a) Loans repayable on demand		
(i) From Banks Cash credit from State Bank of India and other members of the consortium of Banks against hypothecation of stocks,stores & raw materials, debts & advances and second charge on all Fixed Assets both movable and immovable.	117,609.77	135,252.80
Term loan	451.58	14,811.58
(ii) From Others	0.00	0.00
TOTAL	**118,061.35**	**150,064.38**
II Borrowings - Unsecured		
(a) Loans repayable on demand		
(i) From Banks	0.00	0.00
(ii) From Others	0.00	0.00
Loan from Government of India*	24,000.00	18,000.00
(b) Loan from related parties	0.00	0.00
(c) Deposits	0.00	0.00
(d) Current maturities of Long Term Borrowings	0.00	0.00
(e) Others	0.00	0.00
TOTAL	**24,000.00**	**18,000.00**
GRAND TOTAL	**142,061.35**	**168,064.38**

Note :

1. Deposits, fallen due and not claimed for refunds, is shown as current liabilities as at the year end
2. Cash credit from State Bank of India and other members of the consortium of Banks against hypothecation of current assets including all kind of Stocks, receivables etc. and fixed assets of the Company. Interest rate for the said facility is 2.75% above 6 months MCLR (8.90%).
3. The Company has availed a term loan with a bank whose closing balance as at the year end is Rs. 451.58 lakhs whose interest rate was charged at 9.85% and the said amount is completely repayable by May 2025.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 17(b)		
CURRENT FINANCIAL LIABILITIES -LEASE LIABILITIES		
Finance Lease Liabilities	0.00	0.00
Operating lease liabilities	0.00	0.00
GRAND TOTAL	**0.00**	**0.00**
NOTE NO. 17(c)		
CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
For goods supplied		
(A) total outstanding dues of micro enterprises & small enterprises	312.60	111.25
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.	125,986.38	111,762.38
TOTAL	**126,298.98**	**111,873.64**
For Expenses and Services		
- Micro small and medium enterprises	151.34	0.00
- Others	200,541.27	46,080.58
TOTAL	**200,692.61**	**46,080.58**
For Other Liabilities		
- Micro small and medium enterprises	0.00	0.00
- Others	33.85	33.06
TOTAL	**33.85**	**33.06**
Disputed Dues		
-Micro small and medium enterprises	0.00	0.00
-Others	0.00	0.00
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**327,025.44**	**157,987.28**

Trade Payables Ageing Schedule as at March 31, 2025 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2025
(i) MSME	302.45	14.37	19.99	127.15	463.96
(ii) Others	216,894.10	32,498.72	28,364.33	48,804.33	326,561.48
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00
Total	**217,196.55**	**32,513.09**	**28,384.32**	**48,931.48**	**327,025.44**

Trade Payables Ageing Schedule as at March 31, 2024 ₹ in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	As at March 31, 2024
(i) MSME	36.06	31.08	31.86	12.23	111.24
(ii) Others	47,139.94	39,885.80	3,791.47	67,058.85	157,876.06
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00
Total	**47,176.00**	**39,916.88**	**3,823.33**	**67,071.08**	**157,987.29**

A list of micro, small and medium enterprises to whom the Company owe any sum together with interest outstanding to the extent identified. are filed semi annually with Ministry of Corporate Affairs also by our Secretary department as per statutory requirements. The necessary provisions for interest, if any, are accounted in the books accordingly. The company is also in the process of compiling full list of MSME vendors.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
AS PER ENCLOSURE: Disclosure of dues/payments to micro and small 'enterprises to the extent such enterprises are identified by the company.	426.19	90.95
(a) Principal amount remain unpaid for the period		
(b) Interest due thereon remaining unpaid for the period	37.93	37.19
(c) The amount of interest paid and principal paid beyond the appointed day during the period	0.00	0.00
(d) Amount of interest due and payable for delay in payments (which have been paid beyond the appointed day during the period) but without adding interest under the MSMED Act, 2007.	0.00	0.00
(e) Amount of interest accrued and remaining unpaid for the period ended.	0.00	0.00
(f) Amount of further Interest remaining due and payable even in succeding years (until such interest dues are paid to small enterprises).	0.00	0.00

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 18		
CURRENT FINANCIAL LIABILITIES - OTHERS		
Unbilled Dues		
Government	87,381.05	112,267.60
Non Government	20,644.28	7,948.06
For Other Liabilities	4,590.25	4,267.01
Deposits from Contractors	11,372.35	12,153.95
TOTAL	**123,987.93**	**136,636.62**

Note :

The Other Current Financial liabilities include unbilled dues of Rs. 1,08,025.32 lakhs, the dues which has been recognized over the last few years based on the work performed , the billing of which would happen upon fulfilling the terms of contract

Deposits, fallen due and not claimed for refunds, is shown as current liabilities as at March 31, 2025

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO.19		
OTHER CURRENT LIABILITIES		
Income received in advance	245.63	145.06
Duties & Taxes	7,445.19	9,010.27
Advances from Customers	184,574.93	196,365.15
Salary Payable	4,723.01	4,550.80
Wage revision Arrears	1,006.06	1,006.06
For Expenses and Services	7,839.89	8,436.95
Other payables	13,921.95	15,101.24
Royalty Payable	0.00	1,007.54
Misc.Liabilities	22,401.90	27,690.03
TOTAL	**242,158.56**	**263,313.10**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 20		
CURRENT PROVISIONS		
For Gratuity	11,774.53	13,606.74
For Privilege Leave	2,658.56	2,834.79
For Sick Leave	1.27	8.89
For L L T C provision	116.59	153.14
TOTAL	**14,550.95**	**16,603.56**
NOTE NO. 21		
CURRENT TAX LIABILITIES	0.00	0.00
TOTAL	**0.00**	**0.00**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 22		
I. REVENUE FROM OPERATIONS		
i) Sale of Products		
Sale of Finished Goods	195,467.07	21,616.72
Sale of Traded Goods	51,256.07	22,561.67
TOTAL	**246,723.14**	**44,178.39**
ii) Sale of services	114,918.97	82,184.82
Total Revenue from operations-Net	**361,642.11**	**126,363.21**

Note :

The Company has signed a contract dated October 01, 2020 with the Ministry of Defence for the execution of Army Static Switched Communication Network (ASCON) Phase IV project worth Rs. 8,280.36 Crore. It includes installation, commissioning, and maintenance of telecom equipment, NMS, mobile nodes, and civil works for providing the complete infrastructure at various sites and roll-out of the optical fiber network. The implementation of the project is to be completed in three years and thereafter it must be maintained for ten years including a two-year warranty. For Proof of Concept [PoC] activities, test bed has been setup for at Army Headquarter 5 signal premises of Indian Army. ITI and OEM teams are assisting Army team in PoC process. The PoC is in process and mainly delayed because of the Country-of-Origin Issue which has been resolved now and Poc test trial has been successfully shown to Army Board & Integrated POC is under process currently. The project timeline has been revised upto December 2026.

The Company has entered into an agreement with Bharat Sanchar Nigam Limited (BSNL) vide Purchase Order Ref: BSNLCO/MMP/13(14)/3/2022-MWP dated June 8, 2023, for the rollout of the 4G network in the West Zone. Accordingly, ITI Limited issued a back-to-back Purchase Order (Ref: ITI/NSU/MM-4G/2023/1801 dated June 14, 2023) to Tata Consultancy Services (TCS) for the execution of work across 23,633 sites, covering Planning, Engineering, Supply, Installation, Testing, and Commissioning in the states of Chhattisgarh, Gujarat, Madhya Pradesh, Maharashtra, Mumbai, and Goa, after deducting ITI's margin. During the year, the Company has recognised revenue of Rs. 2,04,417.36 lakhs (Previous Year Rs. 16,340.79 lakhs), including unbilled revenue of Rs. 13,849.78 lakhs, based on materials dispatched and installation services rendered.

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 23		
II. OTHER INCOME		
i) Interest - Bank	2,723.88	291.66
ii) Rent	2,906.67	2,675.20
iii) Transport Charges	11.08	7.17
iv) Sale of Scrap	253.52	550.82
v) Water Charges/Electricity Charges	6.16	5.45
vi) Waiver/Refund of Liquidated Damages	44.73	281.57
vii) Provision no longer required written back	1,896.10	542.25
viii) Misc. Income	677.85	95.68
TOTAL	**8,519.99**	**4,449.80**

Note :

1. Provision no longer required written back includes reversals pertaining to unbilled payable provision of Huawei GSM AMC (prior periods) amounting to Rs. 783.35 lakhs in Bengaluru plant since this project was back to back and no unbilled receiveable were outstanding in the books.
2. Provision no longer required written back includes reversals pertaining to unbilled payable provision of Ascon project amounting to 1,112.49 lakhs in Bengaluru unit as this amount is adjusted to NSU unit in prior years.

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 24		
CONSUMPTION OF RAW MATERIALS & PRODUCTION STORES		
Opening Stock	10,118.07	7,774.10
ADD: Prior Period Adjustment due to Price Revision	0.46	0.00
Purchases/Transfers	9,459.03	9,883.60
Material for Installation & Maintenance	38.38	-7.16
Less: Closing Stock	-8,943.07	-10,118.07
Issues	-1.04	-605.00
CONSUMPTION	**10,671.83**	**6,927.47**

PRODUCT / PROJECT WISE DETAILS

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 25 (a)		
Purchase Of Stock-In-Trade		
Goods purchased under broad heads	234,634.25	35,398.53
TOTAL	**234,634.25**	**35,398.53**

PRODUCT / PROJECT WISE DETAILS

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 25 (b)		
Installation & Maintenance Charges		
Service Expenses under broad heads	96,246.80	73,522.75
TOTAL	**96,246.80**	**73,522.75**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 26		
STATEMENT OF CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Accretion/(Decretion) to WIP		
WIP - Production :		
Opening Balance	5,940.16	5,594.96
Less: Closing Balance	-6,853.35	-5,940.16
TOTAL	**-913.19**	**-345.20**
Accretion/(Decretion) to Manufacturing Components	-	-
Opening Balance	4,369.55	4,866.26
Less: Closing Balance	-4,368.11	-4,369.55
TOTAL	**1.44**	**496.71**
Accretion/(Decretion) to Stock-in-Trade		
Stock-in-Trade :		
Opening Balance	3,708.46	6,082.57
Less: Closing Balance	-5,301.78	-3,708.46
Total	**-1,593.32**	**2,374.11**
GRAND TOTAL	**-2,505.07**	**2,525.62**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 27		
EMPLOYEE BENEFIT EXPENSE		
i) SALARIES & WAGES		
Salaries & Wages	14,777.13	16,958.01
Bonus	0.65	7.38
Incentive	7.07	7.45
TOTAL	**14,784.85**	**16,972.84**
ii) CO'S CONTRIBUTION TO PF AND OTHER FUNDS:		
Providend Fund & Pension Fund	1,666.46	1,950.30
Employees State Insurance	6.10	11.64
Gratuity Trust Fund	-347.95	783.30
Leave Salary- PL	2,194.17	2,069.63
Sick Leave	-12.74	13.54
Deposit Linked Insurance/Group Insurance	14.19	12.82
TOTAL	**3,520.23**	**4,841.23**
iii) WORKMEN AND STAFF WELFARE EXPENSES		
Welfare Expenses - Canteen	328.91	308.75
Welfare Expenses - Education	1.02	3.88
Medical Expenses	398.38	457.02
LTC/LLTC	-15.15	9.35
Uniforms	0.32	0.12
Others	166.80	594.66
TOTAL	**880.28**	**1,373.78**
iv) VOLUNTARY RETIREMENT SCHEME		
VRS Payments	0.00	-0.58
GRAND TOTAL	**19,185.36**	**23,187.27**

RELATED PARTY TRANSACTIONS		₹ in Lakhs
KEY MANAGERIAL PERSONNEL-SALARY & PERQUISITES	**For the year ended March 31, 2025**	**For the year ended March 31, 2024**
Name		
Shri Rajesh Rai - CMD	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.55	0.00
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	0.00	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	0.00	35.28

DISCLOSURE REPORT UNDER IND AS 19

Defined Benefit Plan

The Employees Gratuity Fund Scheme Managed by a Trust is a defined benefit Plan. The Present value of Obligation is determined based on Actuarial Valuation. The obligation for Leave encashment is recognized based on Actuarial Valuation which is unfunded.

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
I Summary of results							
S.N	**Assets / Liability**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a	Present value of obligation	**11,907**	13,645	**6,501**	7,169	**31**	44
b	Fair value of plan assets	**132**	126	**0**	0	**0**	0
c	Net assets / (liability) recognized in balance sheet as provision	**-11,775**	-13,519	**-6,501**	-7,169	**-31**	-44
II Actuarial &Demographic Assumptions							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a	Discounting Rate	**6.54**	7.21	**6.54**	7.21	**6.54**	7.21
b	Future salary Increase	**3.72**	5.36	**3.72**	5.36	**3.72**	5.36
c	Attrition at Ages	**19.15**	6.90	**19.15**	12.35	**19.15**	12.35
III Plan Liability							
	Date Ending	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
	Present value of obligation as at the end of the period	**11,907**	13,645	**6,501**	7,169	**31**	44
IV Service Cost							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Current Service Cost	**381**	448	**490**	637	**2**	3
b)	Past Service Cost including curtailment Gains/Losses	**0**	0	**0**	0	**0**	0
c)	Gains or Losses on Non routine settlements	**0**	0	**0**	0	**0**	0
d)	Total Service Cost	**381**	448	**490**	637	**2**	3
V Net Interest Cost							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Interest Cost on Defined Benefit Obligation	**984**	1201	**517**	558	**3**	2
b)	Interest Income on Plan Assets	**9**	9	**0**	0	**0**	0
c)	Net Interest Cost (Income)	**975**	1,192	**517**	558	**3**	2
VI Change in Benefit Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Present value of obligation as at the beginning of the period	**13645**	16729	**7169**	7776	**44**	31
b)	Acquisition adjustment	**0**	0	**--**	--	**0**	0
c)	Interest Cost	**984**	1201	**517**	558	**3**	3
d)	Service Cost	**381**	448	**490**	637	**2**	2
e)	Past Service Cost including curtailment Gains/Losses	**0**	0	**--**	--	**0**	0
f)	Benefits Paid	**-1788**	-6010	**-2613**	-2652	**0**	0
g)	Total Actuarial (Gain)/Loss on Obligation	**-1314**	1277	**938**	849	**-18**	8
h)	Present value of obligation as at the End of the period	**11907**	13645	**6501**	7169	**31**	44

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
VII Bifurcation of Actuarial Gain/Loss on Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	**-207**	568	**41**	-147	**0**	-1
b)	Actuarial (Gain)/Loss on arising from Change in Financial Assumption	**494**	112	**-155**	505	**-1**	3
c)	Actuarial (Gain)/Loss on arising from Experience Adjustment	**990**	2211	**1051**	491	**-17**	6
VIII Actuarial Gain/Loss on Plan Asset							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Expected Interest Income	**9**	9	**0**	0	**0**	0
b)	Actual Income on Plan Asset	**22**	49	**0**	0	**0**	0
c)	Actuarial gain /(loss) for the year on Asset	**13**	-73	**0**	0	**0**	0
IX Balance Sheet and related analysis							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Present Value of the obligation at end	**11,907**	13,645	**6,501**	7,169	**31**	44
b)	Fair value of plan assets	**132**	126	**0**	0	**0**	0
c)	Unfunded Liability/provision in Balance Sheet	**-11,775**	-13,519	**-6,501**	-7,169	**-31**	-44
X The amounts recognized in the income statement.							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Total Service Cost	**381**	448	**490**	637	**2**	3
b)	Net Interest Cost	**975**	1,192	**517**	558	**3**	2
c)	Net actuarial (gain) / loss recognized in the period	**0**	0	**938**	849	**-18**	8
d)	Expense recognized in the Income Statement	**1,355**	1,640	**1,945**	2,045	**-13**	12
XI Other Comprehensive Income (OCI)							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Net cumulative unrecognized actuarial gain/(loss) opening	**0**	0	**0**	0	**0**	0
b)	Actuarial gain / (loss) for the year on PBO	**1,314**	-1,277	**0**	0	**0**	0
c)	Actuarial gain /(loss) for the year on Asset	**13**	-73	**0**	0	**0**	0
d)	Unrecognized actuarial gain/(loss) for the year	**-1,264**	-2,964	**0**	0	**0**	0
XII Change in plan assets							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Fair value of plan assets at the beginning of the period	**124**	1781	**0**	0	**0**	0
b)	Actual return on plan assets	**22**	49	**0**	0	**0**	0
c)	Employer contribution	**5,990**	1019	**0**	0	**0**	0
d)	Benefits paid	**-1,788**	-6,010	**0**	0	**0**	0
e)	Fair value of plan assets at the end of the period	**132**	126	**0**	0	**0**	0

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
XIII Major categories of plan assets (as percentage of total plan assets)							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Government of India Securities	0	0	0	0	0	0
b)	State Government securities	0	0	0	0	0	0
c)	High Quality Corporate Bonds	0	0	0	0	0	0
d)	Equity Shares of listed companies	0	0	0	0	0	0
e)	Property	0	0	0	0	0	0
f)	Funds Managed by Insurer	**100%**	**100%**	0	0	0	0
g)	Bank Balance	0	0	0	0	0	0
	Total	**100%**	**100%**				
XIV Change in Net Defined Benefit Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Net defined benefit liability at the start of the period	16,605	13,227	7,169	7,776	44	31
b)	Acquisition adjustment	0	0	0	0	0	0
c)	Total Service Cost	381	448	490	637	2	3
d)	Net Interest cost (Income)	975	1,192	517	558	3	2
e)	Re-measurements	1,264	2,964	938	849	-18	8
	Difference in Opening	0	0	0	0	0	0
f)	Contribution paid to the Fund	-5,990	-1,019	-2,613	-2,652	0	0
g)	Benefit paid directly by the enterprise	0	0	0	0	0	0
h)	Net defined benefit liability at the end of the period	13,234	16,812	6,501	7,169	31	44
XV Bifurcation of PBO at the end of year in current and non current.							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Current liability (Amount due within one year)	4865	4300	2,388	1,931	1	2
b)	Non-Current liability (Amount due over one year)	7042	9345	4113	5238	30	42
	Total PBO at the end of year	11,907	13,645	6,501	7,169	31	44
XVI Expected contribution for the next Annual reporting period							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Service Cost	396	504	444	561	38	42
b)	Net Interest Cost	770	975	425	517	2	3
c)	Expected Expense for the next annual reporting period	1166	1,478	870	1,078	40	46

XVII Sensitivity Analysis of the defined benefit obligation

a) Impact of the change in discount rate		**31.03.2025**	**31.03.2025**	**31.03.2025**
S.N	Present Value of Obligation at the end of the period	11,907	6,501	31
a)	Impact due to increase of 0.50%	-90	-66	-1
b)	Impact due to decrease of 0.50 %	92	67	1

b) Impact of the change in salary increase				
S.N	Present Value of Obligation at the end of the period	11,907	6,501	31
a)	Impact due to increase of 0.50%	55	69	0
b)	Impact due to decrease of 0.50 %	-56	-68	-0

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

	Gratuity	Privilege Leave	Sick Leave

XVIII Maturity Profile of Defined Benefit Obligation

S.N	Year	31.03.2024	31.03.2024	31.03.2024
a)	0 to 1 Year	4,865	2,388	1
b)	1 to 2 Year	3,273	1,744	19
c)	2 to 3 Year	1,920	1,263	6
d)	3 to 4 Year	932	563	2
e)	4 to 5 Year	409	242	1
f)	5 to 6 Year	164	98	1
g)	6 Year onwards	343	202	1

XIX Summary of results		Leave Travel Concession	
S.N	Assets / Liability	31.03.2025	31.03.2024
a	Present value of obligation	117	152
b	Fair value of plan assets	0	0
c	Net assets / (liability) recognized in balance sheet as provision	-117	-152

XX Actuarial &Demographic Assumptions

S.N	Particulars	31.03.2025	31.03.2024
a	Discounting Rate	6.54	7.21
b	Future salary Increase	3.72	5.36
c	Attrition at Ages		6.90

XXI Actuarial Value

	Present value of obligation as at the end of period	117	152

XXII Bifurcation of PBO at the end of year as per schedule III to the companies Act, 2013

S.N	Particulars	31.03.2025	31.03.2024
a)	Current liability (Amount due within one year)	54	43
b)	Non-Current liability (Amount due over one year)	63	109
c)	Total PBO at the end of year	117	152

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 28		
FINANCE COSTS		
i) Interest Expenses		
Cash Credit	15,669.77	17,228.02
Public Deposits	363.00	448.56
Others	2,524.84	2,815.56
ii) Bank charges	3,862.86	3,594.15
iii) Net gain/loss from foreign currency translations& transactions	9.88	0.00
TOTAL	**22,430.35**	**24,086.29**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 29		
DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation	6,920.27	5,312.26
NET DEPRECIATION	**6,920.27**	**5,312.26**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 30		
OTHER EXPENSES		
A. MANUFACTURING EXPENSES		
Cosumption of Stores and Spares	24.47	23.87
Power and Light	1,716.73	1,835.07
Water Charges	281.25	347.61
REPAIRS AND MAINTENANCE		
i)Plant Machinary and Equipment	136.56	189.82
ii)Vehicles	11.78	8.61
iii)Buildings	991.43	1,091.45
iv)Other Equipments	354.73	192.05
Experimental Work and Training Expenses	0.99	3.27
Expenses on Minor Equipment & Work	0.00	3.57
Scrap and Salvages	0.67	0.00
Factory Expenses	2,083.03	1,093.19
Liquidated Damages	415.87	5,478.18
TOTAL MANUFACTRUING EXPENSES	6,017.51	10,266.69
B. ADMINISTRATION EXPENSES		
Rent	133.90	130.51
Rates and Taxes	115.35	873.71
Insurance	89.95	111.91
TRAVELLING EXPENSES		
Inland	460.53	434.02
Legal fees	228.40	178.50

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Professional Charges	190.59	184.79
Postage, Telegram, Telex Expenses	26.04	20.71
Telephone and Trunk Call Charges	66.55	59.29
Remuneration to Auditors		
Audit Fees	27.17	22.01
For Taxation Matters	3.15	67.10
For Reimbursement of Expenses	6.20	3.57
For Other Services	4.18	12.96
CISF/ Private Security Expenses	1,130.39	1,121.86
Printing, Stationary and Duplicating Charges	32.22	47.26
Transport Expenses	215.37	283.78
News Papers, Magazines & Periodicals	7.65	9.69
Mechanised Accounting Expenses	14.11	13.17
Fuel Charges	2.77	0.20
Licence fee/Segment Charges	7.55	1.37
CSR Expenditure	2.00	2.00
Office Expenses	594.19	639.20
Provision for Obsolescence of RM Stores	124.63	453.26
Obsolete RM & Production Stores Write off	0.00	2.28
Provision for Debtors/Advance	-80.84	14.07
Bad Debts Write off	0.00	408.12
Claims and Expenses Charge off	0.00	653.97
Loss on Sale of Assets	0.00	114.83
Penalities and Late fees	-43.17	73.61
Sitting Fees	3.75	4.00
TOTAL ADMINISTRATION EXPENSES	**3,362.63**	**5,941.75**
C. SELLING EXPENSES		
Selling Agency Commission	3.63	23.38
Advertisement Expenses	10.97	9.23
Exhibition and Publicity Expenses	2.10	26.99
Packing Expenses	1.18	1.10
Forwarding Expenses	3.47	501.84
Warrenty Expenses	0.00	0.01
Sales Promotion Expenses	2.00	0.03
Entertainment Expenses	-13.07	-14.55
Cost of Tender Forms	6.86	2.49
TOTAL SELLING EXPENSES	**17.14**	**550.52**
TOTAL OTHER EXPENSES (A+B+C)	**9,397.28**	**16,758.96**

Notes to the Standalone Financial Statements... Contd...

Additional Disclosures

Particulars

NOTE NO. 31

1 **Corporate information:**

ITI Limited is a public limited company incorporated under the provisions of the Companies Act, 1956. The Company is primarily engaged in the business of Manufacture, sale & servicing of Telecommunication equipments and building communication network infrastructures using Internet Protocol (IP) / Multi Protocol Label Switching (MPLS) Technology, Optical Fibre Cable (OFC), Microwave Radio and Satellite communication channels. Further, Company is engaged in turnkey contracts/solutions and provides customized support. The company operates 16 Marketing, Services & Projects (MSP) centers across India, with their accounts maintained under eight Regional Offices (ROs) located in Bengaluru, Chennai, Hyderabad, Mumbai, Kolkata, Delhi, Lucknow, and Bhubaneswar.

2 An amount of Rs. 16,500 Lakhs has been received from Department of Telecommunications ('DoT') - Government of India, towards payment of wage revision arrears during 2014-2015. An amount of Rs. 15,493.72 lakhs has been paid towards payment of wage revision arrears and remaining amount of Rs. 1,006.06 lakhs is outstanding in Other Current Liabilities.

3 Balances in the accounts of creditors, advances from customers, debtors, claims recoverable, loans & advances, materials with fabricators, subcontractors/others, material in transit, deposits, loans, and other payables/receivables such as Sales Tax, VAT, Excise Duty, Cenvat, Service Tax, GST, TDS etc., are under confirmation/reconciliation with the returns filled by the Company for all statutory remittences along with books of accounts. Adjustments, if any will be made on completion of such review / reconciliation / receipt of confirmations. However, in the opinion of the management, the trade receivables, current assets and loans and advances are realisable in the ordinary course of the business.

4 The management is of the opinion that going concern basis of accounting is appropriate in view of the high value of existing order book of Rs.14,82,709 lakhs under execution with adequate margin, expected conversion of unbilled revenue of Rs. 1,79,338 lakhs into billed revenue / realization by completing the contract milestones within next 12 months, step-up the recovery processes to collect the billed dues, adequate sanction of working capital borrowing from consortium banks along with continued support of the Government of India.

5 The Company is primarily engaged in business of manufacturing, trading and servicing of telecommunication equipments and rendering other associated / ancillary services and there are no other reportable segments. The Company is primarily operating in India, which is considered as a single geographical segment. The Company is also engaged in Defence projects. The board of directors is collectively the Company's 'Chief Operating Decision Maker' or 'CODM' within the meaning of Indian Accounting Standard ('IndAS') 108. The Company has determined that there are no reportable operating segments within the meaning of IndAS 108 as the revenue recognition is through contracts similar in nature. Further, the MCA vide its notification dated February 23, 2018, has exempted companies engaged in the defence production from the requirement of segment reporting. The Company is of the view that such exemption is applicable due to execution of certain defence projects and accordingly no information is furnished as required under the applicable accounting standard.

6 **Related Party disclosures**

Names of related parties and related party relationship

Name of entity	Relationship
India Satcom Ltd	Associate company
Shri Rajesh Rai	CMD
Shri Rajeev Srivastava	Director (Finance) & CFO
C.V. Ramana Babu	Director (Marketing)
Smt S Jeyanthi	Director (Production) & Director HR - Addl. Charge
Shri Y Sathyan	Company Secretary (W.e.f. 24.12.2024)
Smt R Vasanthi	Director (Production) - Addl. Charge - till 19/05/2023
Smt Shalini Ghatak	Company Secretary (till 17.06.2024)
Shri Rakesh Chandra Tiwari	Ex- Director (Marketing)

* The above details are furnished to the extent identified

A reporting entity is exempt from the disclosure requirements of paragraph 18 in relation to related party transactions and outstanding balances, including commitments, with:

a) A government that has control, joint control or significant influence over the reporting entity; and

b) Another entity that is a related party because the same government has control, joint control or significant influence over both the reporting entity and the other entity.

Accordingly, all transactions with Government or its departments or other Government companies are not reported in terms of Paragraph 25 of the said standard

a) As per Indian Accounting Standard (Ind AS) 24 on Related Party Disclosures the following transactions are entered into with the Associate of the company viz. India Satcom Ltd.,(ISL).

Rs. in Lakhs

Particulars	March 31, 2025	March 31, 2024
Purchase of goods\Services	0.00	0.00
Sale of goods\Services	0.00	0.00
Amount Outstanding:		
- Due from the related party	1.00	1.00
- Due to the related party	13.08	13.08
Provision for doubtful debts against dues from related party.	0.00	0.00
Written Off during the period	0.00	0.00
b) Remuneration paid to Key Management Personnel [As required under Ind AS 24]	**March 31, 2025**	**March 31, 2024**
Shri Rajesh Rai - CMD	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.55	0.00
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	0.00	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	0.00	35.28
Dr. Raja Nayak - Independent Director	1.35	1.50
Shri. Shri Billeswar Sinha - Independent Director	1.05	1.20
Smt Mamta Palariya - Independent Director	1.35	1.30

Note - The post employment benefits pertaining to the above related parties whereever applicable are not furnished as the same is not separately valued. the above disclosed amount includes Provident Fund and perquisites

7

Earnings Per Share(for continuing operation):	**March 31, 2025**	**March 31, 2024**
Profit after tax	-23,315.35	-56,906.14
(-) Preference Dividend	0.00	0.00
Dividend tax	0.00	0.00
Profit available to equity shareholders	-23,315.35	-56,906.14
No. of Shares at beginning of the year	960,886,938.00	949,577,352.00
No. of Shares at the end of the year	960,886,938.00	960,886,938.00
Weighted average number of shares during the period	961,320,561.00	959,620,017.16
Earning per equity share (for continuing operation): Basic & Diluted (in Rs.)	-2.43	-5.93

8 Since the Company has no virtual certainty of sufficient future taxable income, deferred tax asset is not being recognised on unabsorbed depreciation and carried forward losses of the Company under IndAS 12.

9 **ASSOCIATE:**

The financial reporting of interests in Associate as per Ind AS 28:

(a) India Satcom Limited #2, Kadugodi Industrial Area,Whitefield, Bengaluru 560 067,Karnataka - India	**March 31, 2025**	**March 31, 2024**
Company's stake in equity participation	49.06%	49.06%
Place of incorporation of Associate- India		

10

a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	317.94	1,001.84
b) Commitments in respect of other contracts not provided for-	-	-

11

Contingent Liabilities & Commitments*		
(a) Claims against the companies not acknowledged as debt	**March 31, 2025**	**March 31, 2024**
Outstanding bank guarantee	180,052.09	183,818.22
Outstanding letter of credit	18,090.19	7,256.19
- Tax Dues		
----- Litigations		
----------Direct Tax matters	Not Ascertained	691.72
----------Indirect Tax matters	22,266.33	21,242.07
-----Other tax dues		
----------Direct Tax matters	Not Ascertained	212.31
----------Indirect Tax matters	4,904.36	5,634.01
- Other claims - Litigated	21,656.90	27,821.35
- Other claims - Others	365.25	54.80

*The above disclosure is furnished to the extent identified.

i) Claims against the Company not acknowledged as debt includes ₹ 17,075.79 Lakhs claimed by M/s Alphion Corporation, Company has to recover the same amount from BSNL on a back to back basis contract related to GPON. The matter is still pending for disposal before the Hon'ble High Court of Karnataka & after February, 2023, it is not yet listed for further hearing by the court.

(ii) The Company has received notices levying penalties amounting to Rs. 73.25 lakhs from BSE/ NSE for not having sufficient number of independent directors/ women directors. However, on a request to BSE/ NSE stating the reason for non-compliance being a public sector undertaking, the penalties have been waived till the second quarter of FY 2022-23. The Company is confident that the subsequent levies would also be waived. Hence, no provision has been made for these penalties.

(iii) The claims amount includes claim by HFCL of Rs.1,193.88 lakhs towards liquidated damages and confirmed by the Arbitrator.Other non current assets includes Rs. 1049.41 lakhs due from HFCL on account of liquidated damages. However, the Company has filed an appeal against the said claim in the High Court of Delhi.(Refer Note -5)

(iv) The claims against the Company includes claim of balance amount by RECAP Ventures Pvt Ltd of Rs. 615.13 lakhs from the due date till the filing of petition for providing CCMS boxes under EESL tender.

v.) The Company has disclosed a contingent liability of Rs. 6080.81 lakhs towards additional central sales tax liability for non-collection/submission of C/D forms for the past years on the estimated basis. The actual liability may vary based on the collection and submission of the statutory forms and adopting the applicable tax rate at the time of tax assessments.

vi) Rs. 1,312.00 lakhs (Previous Year Rs. 1,809.28 Lakhs) represents details such as "Nil rate of duty availed on software disputed by central excise dept, demand notice received on R&D prototype modules for field trail & CENVAT credit wrongly availed by the Company. The appeal of these 3 cases are currently pending before the CESTAT.

vii) During FY 2023-24, the Company has received a demand for property tax from BBMP for the years from 2008-09 to 2023-24 for Rs. 7,938.21 lakhs as one time settlment to be deposited. However, the Company has appealed BBMP to revise the demand amount on the ground that Company is a sick industry under a revival plan by the BIFR and are eligible for such exemption. During the FY 2024-25, Company paid Rs. 2,647.21 lakhs towards property tax related to the period 2008-09 to 2023-24 as a one time relief the same as disclosed as exceptional item vide note 31(53) below

viii.) Due to the financial crunch, there have been delayed remittance of some of the statutory dues including contribution to the provident fund. The Company has provided interest for the delay on an estimated basis as the actual amount of interest/penalty payable is unascertainable.

(ix) Interest and penalties on arrears of all overdue statutory liabilities (including undisputed) could arise as and when assessed and determined by the respective authorities.

(x) The Sales Tax case of Rs. 504.13 Lakhs, related to FY 2003-04, remains pending with the KVAT Tribunal. No communication has been received in the past four to five years.

(xi) The Company had entered into a Memorandum of Understanding ('MOU') with the Minister of State, Department of Minority Affairs and Madrasah Education (MA&ME), Govt of West Bengal dated February 25, 2021 for execution of Infrastructure and IT Development Project wherein it was to host, operate, administer and execute the said project for a consultancy charge of 5% of the total vetted estimated cost of Detailed Project Reports (DPR) without GST. Pursuant to this MOU, the Company reportedly issued Work Orders (WOs) to several vendors before obtaining approvals from the corporate office. The work order issued by MA&ME was reportedly cancelled by the Minister of Minority Affairs, Government of India on March 2, 2022, and Company in turn reportedly cancelled the WOs issued on various vendors on September 2, 2023. There were reportedly irregularities observed in the receipt of the said MOU and as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the Chief Vigilance Officer (CVO) to Chairman and Managing Director (CMD) dated July 25, 2023. These irregularities are in the nature of negligence and confirm that there is no fraud committed in this respect. Certain vendors to whom contracts had been awarded have reportedly filed writs in the High Court of Kolkata regarding non-payment of dues by the Company for work completed by them to an extent of Rs. 292 lakhs (to the extent identified). The said claims will not devolve on the Company and hence no adjustment s are required in the books of account, we also confirm that there are no further claims from any other vendors as on the date of the financials statements

(xii) The case of Service Tax Rs.,6456.79 Lakhs is pertainig to FY 2010-11 to FY 2015-16 is pending in High Court, Allahabad and no further communication has been received

(xiii) GST demand including interest and penalty pertaining to GST order 09/2024-25-GST for FY 2019-2020 amounting to Rs. 1,855.77 lakhs

(xiv) The Company has filed an appeal before the Commissioner (Appeals), Cochin, against the order issued pursuant to a GST departmental audit for the Financial Years 2017–18 and 2018–19, wherein the department has alleged ineligible input tax credit claims amounting to Rs. 7054.14 lakhs. The matter is pending, and no further communication has been received from the Appellate Authority as of the reporting date.

(xv) The Company is contesting a GST demand of ₹928.37 lakhs (including interest and penalty), arising from the department's allegation of ineligible Input Tax Credit (ITC) claimed in the TRAN-1 filing. The Company has submitted that the alleged ineligible ITC had already been reversed through the GSTR-3B return for August 2018. However, the department issued a demand order without considering this reversal. Aggrieved by the adjudicating authority's order, the Company has filed an appeal before the Commissioner (Appeals), Cochin.

(xvi) The case relates to FY 2017–18, where the GST Department issued an order against Company without considering its response or allowing a personal hearing. The Company challenged before the Hon'ble Lucknow High Court. The Court acknowledged the lapse under Section 75(4) of the U.P. GST Act, 2017, and set aside the assessment order, allowing fresh proceedings in accordance with law.The total exposure of excess ITC claimed is Rs. 1859.49 lakhs.

(xvii) In respect of Rae Bareli unit, certain electricity dues are outstanding to be resolved and payment to be made after such resolution amounting to Rs. 326.26 lakhs to Uttar Pradesh Power Corporation Limited (UPPCL).

(xviii) Certain disputes with respect to Sales Tax amounting to Rs. 295.09 lakhs, pertaining to Rae Bareli unit are pending resolution.

(xix) Certain tax recovery cases of Rs. 733.36 lakhs are pending resolution relating to the period from 1990 to 2002–03, before the J&K Sales Tax Tribunal. (Srinagar Unit)

(xx) Certain dues of Rs.141.26 lakhs pertaining to RO Bengaluru with respect to Turnover Suppression are pending resolution.

(xxi) Non-payment of Service Tax on royalty income received during earlier periods amounting to Rs. 44.78 lakhs.

(xxii) Certain disputed sales tax of Rs.226.04 lakhs pertaining to RO Bhubaneshwar are pending resolution.

(b) Other litigations

(i) Bruhat Benguluru Mahanagara Palike (BBMP) constructed road in ITI land in Krishnarajapuram without permission of ITI which is used by general public despite the stay order from High court of Karnataka.

(ii) The Company filed a complaint in the Magistrate Civil Court dated 18.05.2022 in furtherance of acting against M/s Mind array Systeme Private Limited. The case is under city commercial court Bengaluru.

(iii) The Company supplied LED Street Light to Infos park , the realization for the same is pending. The Company has filed a case against M/s Infos Park for the cheque which was dishourned by the bank.

(iv) Karnataka Power Transmission Corporation Limited is using 5 Acres of Land and no lease agreement has been entered for the same.

(v) An execution petition was filed by Ram Saran Singh following the order dated 03.10.1993 passed in Civil Suit No. 164/1993 by the Additional District Judge, Raebareli, pertaining to compensation for trees, a well, nursery, and related assets for Rs. 10.00 lakhs.

12 The Company has written-back of liabilities during FY 2024-25 (refer foot note 1 and 2 of note 23). (Previous year-write-back of liabilities of earlier years amounting to Rs.302.30 lakhs comprises Naini Unit Rs. 45.58 lakhs and RO Chennai Rs. 249.83 lakhs and RO Mumbai Rs. 6.88 Lakhs).

13

Value of Imported Raw Materials, Store and Spare parts consumed and Value of Indigenous Materials Consumed and percentage of each to the total consumption	March 31, 2025	March 31, 2024
Imported	1,137.68	375.23
Indigenous	9,534.15	6,552.23
Total	10,671.83	6,927.47

14 The Company is a Sick Company as per provisions of the Sick Industrial Companies Act (SICA), 1985 and is currently under a revival plan after it was referred to the Board for Industrial and Financial Reconstruction (BIFR). The Cabinet Committee on Economic Affairs (CCEA) approved financial assistance of Rs.4,15,679 lakhs in February 2014 for the revival of the Company under the Rehabilitation Scheme.

15 As a part of the approved financial assistance, an amount of Rs.1,13,256 lakhs have been received towards Capital Grant and Rs.1,89,279 lakhs towards revenue grant till FY 2022-23. Shares have been allotted to the President of India towards the Capital Grant received, on various dates in accordance with the BIFR order dated 08.01.2013 at prevailing market price or average share price for three months prior to the date of allotment, whichever is lower. There were no revenue grants received under BIFR revival plan during FY 2023-24 & FY 2024-25.

16 During FY 2024-25, As per DoT, Order No.20-86/2014–Fac.II (part), letter dated January 21, 2025, the Company has received an amount of Rs. 5,900 lakhs towards CAPEX implementation of projects as part of capital grant received under revival package for which the Company has allotted 22,72,202 Equity shares at Rs. 259.66 per share (Each Rs 10 face value fully paid up at a premium of Rs 249.66 per share) to the President of India during the Board Meeting held on 27.05.2025.

17 Land proposed to be leased to Bengaluru Metropolitan Transport Corporation, BMTC, measuring 12.15 acres is in possession of the BMTC. Pending Government of India approval for the lease, lease terms and agreement yet to be finalised. Lease rental will be recognised on finalisation of the terms. An amount of Rs.285 lakhs received earlier from the BMTC under an agreement to sell is held under deposits.

18 Lease agreement with ESIC has expired in the month of July 2016 and renewal lease agreement has not been entered, as the revised lease rent is not settled with ESIC. Further, the Company is in the process of identifying, reviewing and renewing all the lease agreements expired, where the Company is a lessor.

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Rs. In Lakhs

Value of Imports on CIF basis	March 31, 2025	March 31, 2024
Raw Materials and Production Stores	1,137.68	375.23
Components and Spare Parts	0.00	0.00
Material in transit	0.00	0.00
Capital Goods	0.00	0.00
TOTAL	**1,137.68**	**375.23**

20 Southern Railways were paying rent for 1.83 acres of land used as access road to their facilities, without any written lease agreement till June 1990. However, since the approach road was being used by the public and the residents of the locality, Southern Railways stopped paying rent. Presently, the land is used by the public as right of way.

The title deeds of all the immovable properties , as disclosed in Note 1 and Note 3 to the financial statements are held in the name of the Company except those mentioned below:

(i) Land measuring 77 Acres at Palakkad valuing Rs. 6,090.31 Lakhs (Carrying Value) have been resumed by the Government of Kerala and under adjudication of the Apex Court. The value of Land as shown in the Balance Sheet includes the value of Land resumed by the Govt of Kerala pending decision by the Apex Court.

(ii) ITI Complex land 174.69 acres valuing Rs.9282 lakhs (Carrying Value) was handed over to Naini Unit by District Industrial Officer in 1969 which is not in the name of the Company.

(iii) Transfer of title of 196.37 acres of land (factory area) valuing Rs.11620 Lakhs (Appx) acquired against Gazette No 10574(1). SHA.U/18.II.666/ Bha-72 dted 09.01.1973 pertaining to Villages Ballapur, Chhajlapur & Malikmau Aima, Raebareli transfereed by Industries Department, Raebareli dated 12.11.1973 is pending due to non submission of proof of compensation paid by ITI Limited to the land owners at the time of land acquirement.

21 An amount of Rs.2,144 lakhs is receivable from M/s.Karvy Data Management Services Limited and M/s.Telva Systems, which is overdue. The Company has not made any provision for bad debts in this case as the corresponding liability of similar amount to vendors (back-end partners) is payable only upon recovery of this amount. Provision is made for Rs.242 lakhs being the difference between the amount receivable and payable.

22 No loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person that are (a) repayable on demand or (b) without specifying any terms or period of repayment.

23 No proceedings has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act 19488 (45 of 1988) and the rules made thereunder.

24 The Company has borrowings from Banks on the basis of security of current assets. The stock and debtors statement filed by the Company with banks are in agreement with the books of accounts

25 The Company has not been declared as a Wilful Defaulter by any banks or other Financial Institutions or other lenders

26 As per the information available with the management, the Company does not have any transactions with companies stuck off under Section 248 of the Companies Act 2013 or Section 560 of the Companies Act 1956, in respect of investments in securities, receivables, payables, shares held by stuck off company and other outstanding balances.

27 The Company does not have any charges or satisfaction of charges which is yet to be registered with ROC beyond the statutory period.

28 The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

29 The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

30 The Company has not traded or invested in Crypto or Virtual Currency during the Current or Previous year.

31 The Company has received a mobilization advance of 10,945.23 Lakhs being 10% of the CAPEX value, in respect of the BharatNet Phase-III project awarded by BSNL in Himachal Pradesh. The project is being executed under the Design, Build, Operate and Maintain (DBOM) model.

32 The borrowings obtained by the Company from banks and financial institutions have been applied for the purpose for which such loans are taken.

33

The ratios and the formula used for calculating the ratios are as under	Numerator	Denominator	March 31, 2025	March 31, 2024	% Variance	Reasons for variance
(a) Current Ratio	Current Assets	Current Liabilities	0.88	0.88	-0.00	No significant variance
(b) Debt Equity Ratio	Total Debt	Shareholder's Equity	0.94	1.03	-0.08	It is decreased due to decrease in Borrowings and increase in reserves.
(c) Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	0.15	0.28	-0.48	Decrease in finance costs, employee benefit costs with significant increase in revenue in current FY resulted in significant variation in this ratio.
(d) Return on Equity Ratio	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	-0.14	-0.28	-0.50	Due to factors detailed above, there is a significant variation in this ratio.
(e) Inventory Turnover Ratio	Cost of goods sold OR sales	Average Inventory	16.26	6.50	1.50	Due to substantial increase in Turnover
(f) Trade Receivables Turnover ratio	Net Credit Sales	Avg. Accounts Receivable	1.08	0.49	1.23	Due to substantial increase in Turnover
(g) Trade Payables Turnover ratio	Net Credit Purchases	Average Trade Payables	1.32	0.67	0.96	Due to substantial increase in material consumption
(h) Net Capital Turnover ratio	Net Sales	Working Capital	-3.41	-1.41	1.42	Due to substantial increase in turnover
(i) Net Profit Ratio	Net Profit	Net Sales	-0.06	-0.45	-0.86	Due to factors detailed above, there is a significant variation in this ratio.
(j) Return on Capital employed	Earning before interest and taxes	Capital Employed	-0.01	-0.07	-0.80	Due to factors detailed above, there is a significant variation in this ratio.
(k) Return on investment*			0.00	0.00	0.00	

* Company is in the process of compiling data which will be completed in the ensuing year.

The turnover ratios having more than 25% variance are due to operational changes

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Details of CSR Activities		**Rs. In Lakhs**
Particulars	**March 31, 2025**	**March 31, 2024**
(i) Amount required to be spent by the Company during the year	NA	NA
(ii) Amount of expenditure incurred	2.00	2.00
(iii) Shortfall at the end of the year	NA	NA
Total previous years shortfall	Nil	Nil
(iv) Reason for shortfall	NA	NA
Nature of CSR activities	Armed Forces Flag Fund (AFFDF)	Armed Forces Flag Fund (AFFDF)
The Company has satisfied conditions specified under Section 135 of the Act and becomes liable to comply with the provisions of the Section 135 and Companies Rules, 2014 but since there are no profits, section 135 of the said Act is not applicable.		

35 The Company, being a public sector undertaking, the directors on the board of the Company are appointed by the order of Government of India. The composition of board of directors is not as per provisions of SEBI Listing Regulations due to insufficient number of Independent Directors including Women Independent Director. However, the proposal for the appointment of requisite number of Independent Directors including Women Independent Director on the Board of the Company is under process with the Administrative Ministry.

36 Lease agreement with NIFT has expired in the month of November 2018, and renewal lease agreement has not been entered. Due to non realization of rent from NIFT huge burden of GST bear by ITI -ReaBareli Unit on accrual rent. The Company has intimated that the matter has been referred to the administrative mechanism for resolving the same on priority.

37 The material subsequent events for the year ended March 31, 2025, have been appropriately disclosed/presented/ recognized in the financial statements. During the year 2025-26, the directors are not aware of any other matter or circumstances since the financial year end and the date of this report, not otherwise dealt with in the financial statements, which significantly affects the financial position of the Company and the results of its operations.

38 Control of the Company lies with the Honorable President, Government of India and other nominees. In light of the same, the Company is a 'government-related entity' (with regards to the Government of India) as defined by "Ind AS 24 (Related Party Disclosures)" i.e., an entity that is controlled, jointly controlled or significantly influenced by a government.

39 There are no indicators of impairment identified during the year. Also, carrying amount has been reviewed as at the balance sheet date and there is no impairment of assets for the year. (Previous Year: Nil).

40 a) Confirmation of balances from BSNL & Defence, with whom the Company has significant accounts receivables/payables is in the process during the year and is under negotiation/discussion regarding open items of reconciliations statements drawn up duly signed off. Necessary entries will be incorporated after completion of such discussions/negotiations thereon.
b) Confirmation of balances from all other parties with whom the Company has/had transactions have not been fully obtained. Necessary entries will be incorporated after receiving confirmation of balances and completion of reconciliation thereon."

41 The preparation of financial statements requires the use of accounting estimates which may significantly vary from the actual results. Management also needs to exercise judgment while applying the Company's accounting policies. This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.
a) Estimation of defined benefit obligation -

Estimation of defined benefit obligation involves certain significant actuarial assumptions. Estimates and judgments are periodically evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the company and that are believed to be reasonable under the circumstances.
b) Useful life of property, plant and equipment -

The estimated useful life of property, plant and equipment is based on Company's accounting policy.
c) Provisions and contingencies

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets". The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. Should circumstances change following unforeseeable developments, this likelihood could alter."

42 **The carrying value of financial instruments by categories are as follows -** **(Rs. in Lakhs)**

Particulars	Financial assets/liabilities at FVTPL as at March 31,2025	Financial assets/liabilities at fair value through OCI as at March 31,2025	"Amortized cost as at March 31,2025"
Financial Assets:			
Investments	0.00	0.00	40.55
Trade receivables	0.00	0.00	410,097.58
Loans	0.00	0.00	46,328.31
Cash and cash equivalents	0.00	0.00	14,865.94
Other bank balances	0.00	0.00	27,344.42
Other financial assets	0.00	0.00	196,337.36
Total financial Assets	**0.00**	**0.00**	**695,014.16**
Financial Liabilities:			
Borrowings	0.00	0.00	148,066.75
Trade Payables	0.00	0.00	334,079.11
Other financial liabilities	0.00	0.00	130,534.67
Total Financial Liabilities	**0.00**	**0.00**	**612,680.54**

Particulars	Financial assets/liabilities at FVTPL as at March 31,2024	Financial assets/liabilities at fair value through OCI as at March 31,2024	"Amortized cost as at March 31,2024"
Financial Assets:			
Investments	0.00	0.00	40.55
Trade receivables	0.00	0.00	257,061.37
Loans	0.00	0.00	35,895.96
Cash and cash equivalents	0.00	0.00	11,826.86
Other bank balances	0.00	0.00	71,749.64
Other financial assets	0.00	0.00	224,882.89
Total financial Assets	**0.00**	**0.00**	**601,457.26**
Financial Liabilities:			
Borrowings	0.00	0.00	180,069.78
Trade Payables	0.00	0.00	168,899.33
Other financial liabilities	0.00	0.00	143,404.44
Total Financial Liabilities	**0.00**	**0.00**	**492,373.55**

43 **a) Level 1** - This hierarchy includes financial instruments measured using quoted prices (unadjusted) in active markets.
b) Level 2 - This hierarchy includes financial instruments measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
c) Level 3 - This hierarchy includes financial instruments measured using inputs that are not based on observable market data (unobservable inputs).

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Particulars	Level 1	Level 2	Level3
As at March 31, 2025			
Financial liabilities measured at fair value:		Nil	
Total			
As at March 31, 2024			
Financial liabilities measured at fair value:		Nil	
Total			

45 The amortised cost of financial instruments is considered as same as their carrying value in absence of the material impact on financial statements. In case of long term security deposits, discounting is not performed due to no material impact on financial statements.

46 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

47 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

48 No dividends have been declared or paid during the year by the Company.

49 The Company is in the process of reconciling form 26AS/AIS/TIS with its books of accounts. Upon completion adjustment entries, if any, will be made in the books of accounts.

50 The Company has followed the applicable amendment to schedule III as specified vide notification dated 24.03.2021 Upon completion the required data/ disclosures furnished during Q4 FY 2024-25.

51 The Company's objective when managing capital are to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and maintain an appropriate capital structure of debt and equity. The Board of Directors (BOD) has the primary responsibility to maintain strong capital base and reduce the cost of capital through prudent management in deployment of funds and sourcing by leveraging opportunities in financial markets so as to maintain investors, creditors & markets confidence and to sustain future development of the business. The Company's policy is to maintain a strong capital structure with a focus to mitigate all existing and potential risks to the Company, maintain shareholder, vendor and market confidence and sustain continuous growth and development of the Company. The Company's focus is on keeping a strong total equity base to ensure independence, security, as well as high financial flexibility without impacting the risk profile of the Company. In order, to maintain or adjust the capital structure, the Company will take appropriate steps as may be necessary. The Company has monitored the long term debt equity ratio which is as follows.

Particulars	As at March 31, 2025	As at March 31, 2024
Long term debt (including current maturities of long term debts)	6,000.00	12,000.00
Equity (Including capital reserve)	157,143.47	174,949.81
Long term Debt to Equity Ratio	0.04	0.07

52 **Financial risk factors -**

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk- Interest rate	Short-term borrowings at variable rates	Sensitivity analysis	Company has taken all the borrowings at competitive market rate of interest. NO derivative have been taken by the company for hedging purposes.
Credit risk	Cash and cash equivalents and trade receivables	Ageing Analysis	Diversification of bank deposits in public sector bank. Company has primary receivables from public sector undertaking.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Maintain adequate cash and cash equivalents

a) Market Risk -

i) Interest rate risk - The company has obtained borrowings at variable rate of interest. Hence company is exposed to change in interest rate. Company's borrowings are denominated in INR currency

Particulars	As at March 31, 2025	As at March 31, 2024
Variable rate borrowings	117,609.77	135,252.80
Fixed rate borrowings	30,000.00	30,000.00
Total borrowings	147,609.77	165,252.80

ii) Sensitivity - Profit or loss is sensitive to higher/lower expense from borrowings as a result of change in interest rates.

The below table summarizes the impact of increase/decrease in interest rates on Profit or loss.

Impact on profit before tax		
Particulars	**As at March 31, 2025**	**As at March 31, 2024**
Interest rates- Increase by 50 Basis points	588.05	676.26
Interest rates- Decrease by 50 Basis points	-588.05	-676.26

b) Credit Risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables . Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

(i) Credit Risk on trade receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Major trade receivables are mainly derived from execution of contracts. These are considered good based on the recovery analysis performed by the company.

Company has customers central/state government utilities with capacity to meet the obligations and therefore the risk of default is negligible. Further, management believes that the unimpaired amounts that are 30 days past due date are still collectable in full, based on the payment security mechanism in place and historical payment behavior. Considering the above factors and the prevalent regulations, the trade receivables continue to have a negligible credit risk on initial recognition and thereafter on each reporting date.

(ii)Credit Risk on other financial assets

The Company considers that all the financial assets that are not impaired and past due for each reporting dates under review are of good credit quality. The Company does not hold any collateral or other enhancements to cover its credit risks associated with its financial assets. Further, cash and cash equivalents are held with public sector banks and do not have any significant credit risk.

c) Liquidity Risk

The Company's principal sources of liquidity are cash and cash equivalents generated from operations. Company manages our liquidity needs by continuously monitoring cash in flows and by maintaining adequate cash and cash equivalents. Net cash requirements are compared to available cash in order to determine any shortfalls. Short term liquidity requirements consist mainly of trade payable, current maturities of long term borrowings, etc. arising during the normal course of business as at each reporting date. Company maintains a sufficient balance in cash and cash equivalents to meet our short term liquidity requirements. Company assesses long term liquidity requirements on a periodical basis and manages them through internal accruals.

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Exceptional items* :		
Income/Expense	**Nature**	**Amount**
Expense	Interest on PL incured by the Company upon settlement of dispute in various units.	1418.32
Expense	Part provision made by the unit of the Company in respect of certain electicity dues payable to UPPCL as detailed in note 31(11)(xvii) above.	183.43
Expense	Sales tax arrears paid including interest and penalties pertaining to FY 2015-16 vide an order passed under The application in Form-I filed under section 12 of the Maharashtra Settlement of Arrears of Tax, Interest, Penalty or Late Fee Act, 2023.	37.97
Expense	CGST paid for the month of May 2019 based on the demand.	18.74
Expense	Part amount paid towards GST demand pertaining to FY 2019-20.	56.10
Expense	Property Tax pending settlement since year 2008-09 to 2023-24 under litigations settled in current year (Refer note 31(11)(vii)).	2999.62
Expense	Sale of CDOT land during the year which was under litigation since year 2003, the said amount is net of Rent receivable and royalty payable which is adjusted as a full and final settlement.	3567.91
Expense	DRI -Anti dumping duty paid against notice.	118.61
Expense	Liquidated damages.	198.92
Expense	Compensation paid by the Company in respect of certain damage movable property.	25.86
Income	Profit on sale of CDOT Land which was under dispute since year 2003	-10,919.00
Income	Profit on sale of Strom water Land under dispute since year 2023	-1210.09
*The above disclosure is furnished to the extent identified.		

54 a) All amounts disclosed in the Ind AS Financial Statements and notes have been rounded off to the nearest rupees in lakhs except as otherwise stated.

b) Previous year figures have been regrouped/recast wherever necessary for purposes of comparability.

c) Current year's figures of assets and liabilities have been grouped as financial and non-finanial assets under current and non-current as required under Schedule III (Division II) effective from 01.04.2016.

d) The financial statements of the company for the year ended March 31, 2025 were approved for issue by the board of directors on May, 27 2025.

55 Previous period's figures have been regrouped and reclassified wherever necessary to conform to current period's classification.

Group	Particulars	Note No.	Reclass Figures as on 31/03/2024	Signed Figures as on 31/03/2024	Difference
(1) Non-current assets	(a) Property, Plant & Equipment	1	266,382.81	266,379.48	3.33
(1) Non-current assets	(c) Investment Property	3	6,814.24	6,817.58	-3.33
(1) Non-current assets	(iv) Others	4(d)	136.45	3.00	133.45
(1) Non-current assets	(j) Other non current assets	5	4,002.91	0.52	4,002.39
(2) Current assets	(ii) Trade receivables	7	245,532.84	244,081.25	1,451.59
(2) Current assets	(iii) Cash and cash equivalents	8(a)	11,826.86	10,526.11	1,300.75
(2) Current assets	(iv) Bank Balances other than (iii) above	8(b)	71,749.64	72,715.92	-966.28
(2) Current assets	(v) Loans	9(a)	35,895.96	79,957.50	-44,061.53
(2) Current assets	(vi) Others	9(b)	224,746.43	218,180.01	6,566.42
(2) Current assets	(d) Other current assets	10	41,146.63	9,638.66	31,507.96
(2) Current assets	(3) Corporate Office/Unit/ROs A/Cs (Debit Balances)	10A	842,990.17	844,078.92	-1,088.75
(1) Non-Current Liabilities	(i) Borrowings	14(a)	12,005.40	12,000.00	-5.40
(1) Non-Current Liabilities	(ia) Lease Liabilities	14(b)	59.66	42.99	-16.67
(1) Non-Current Liabilities	(iii) Others	14(d)	6,767.85	7,933.30	1,165.46
(1) Non-Current Liabilities	(c) Provisions	15	4,456.12	5,363.29	907.18
(2) Current Liabilities	(i) Borrowings	17(a)	168,064.38	167,545.86	-518.52
(2) Current Liabilities	(ia) Lease Liabilities	17(b)	-	16.67	16.67

(2) Current Liabilities	(ii) Trade payables	17(c)	157,987.28	155,746.66	-2,240.62
(2) Current Liabilities	(iv) Others	18	136,636.62	200,979.49	64,342.87
(2) Current Liabilities	(b) Other current liabilities	19	263,313.10	200,637.71	-62,675.39
(2) Current Liabilities	(c) Provisions	20	16,603.56	15,696.00	-907.56
(2) Current Liabilities	(3) Corporate Office/Unit/ROs A/Cs (Credit balances)	21A	842,990.19	844,078.97	1,088.78

56 Bengaluru Plant has hospital for the welfare of the existing and ex employees health, the management has obtianed service certificate for running the hospital in the premises. The expense related to medical and other are accounted in Bengaluru Plant book of accounts.

57 Ind AS 115 has become effective from 1st April 2018. The core principle of this Standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

ANNEXURE -1

Disclosure of Related Party Transactions (Standalone) for the Quarter & Year ended 31.03.2025

32. Related Party Disclosures

a) Associate/Joint Venture

Name of the Entity	Place of Business	Ownership Interest Held by Company		Ownership Interest Held by Non-Controlling Interests		Principal Activities
		As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024	
INDIA SATCOM LIMITED	India	49.06%	49.06%	50.94%	50.94%	VSAT Manufacturing & Servicing

b) Key Managerial Personnel's Details:

₹ in Lakhs

Name of Directors/ Key Management Personnel's	For the Quarter ended 31.03.2025	For the year ended 31.03.2025	For the year ended 31.03.2024
Shri Rajesh Rai - CMD	10.81	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	8.22	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	12.17	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	7.36	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.13	5.55	-
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	-	-	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	-	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	-	-	35.28
Dr. Raja Nayak - Independent Director	-	1.35	1.50
Shri. Shri Billeswar Sinha - Independent Director	-	1.05	1.20
Smt Mamta Palariya - Independent Director	-	1.35	1.30

* Part of the year

c) The transactions with Related Parties other than Key Management Personnel are as follows (Previous Year figures are shown in brackets) :-

Particulars	Associate/ Joint Venture
	INDIA SATCOM LIMITED
Purchase of Goods	Nil
Sale of Goods	
Rendering Services	
Services Received	
Rent Received (Lease)	
Interest Income	
Dividend Income on Investments	
Loan Outstanding (including Interest) as on 31.03.2025	
Trade Payables Outstanding as on 31.03.2025	
Trade Receivables Outstanding as on 31.03.2025	
Investment in Equity as on 31.03.2025	40.55 lakhs (40.55L)
Advances for Purchase Outstanding as on 31.03.2025	Nil

d)	**All transactions dealt with related parties are on arm's length basis**
e)	**All Outstanding balances(other than loan) are Unsecured and is repayable in cash within next 6 months. For Outstanding balance of loans refer note below**
f)	**Loans to Related Parties**
	Nil
g)	**Management Contracts including deputation of Employees:**
	Nil
h)	**Transaction with Government and Government Related Entities:** As ITI is a government entity under the control of Ministry of Communications (MoC), the company has provided detailed disclosures required under Ind AS 24 wrt related party transactions with government and government related entities. However as required under Ind AS 24, following are the individually significant transactions :- 1. Buyback of Shares. 2. Bonus Issued. 3. Dividend Paid.

CAPITAL EXPENDITURE ON AMENITIES 2024-25

₹ In Crores

PARTICULARS	GROSS BLOCK AT COST					DEPRECIATION					NET BLOCK	
	AS AT 31-03-2024	ADDITIONS DURING THE YEAR	ASSETS SOLD/ SCRAPPED DURING THE YEAR	TRANS-FERS AND ADJUST-MENTS	AS AT 31-03-2025	UPTO 31-03-2024	FOR THE YEAR	ASSETS SOLD/ SCRAPPED DURING THE YEAR	TRANS-FERS AND ADJUST-MENTS	UPTO 31-03-2025	AS AT 31-03-2025	AS AT 31-03-2024
	1	2	3	4	5=1+2-3-4	6	7	8	9	10=6+7-8-9	11=5-10	12
TOWNSHIP	1104.36	0.00	0.00	0.00	1104.36	111.41	0.35	0.00	0.00	111.76	992.60	992.96
TRANSPORT	7.27	0.00	0.00	0.00	7.27	6.77	0.15	0.00	0.00	6.92	0.35	0.50
MEDICAL	8.37	0.00	0.00	0.00	8.37	3.75	0.06	0.00	0.00	3.81	4.56	4.62
CANTEEN	6.16	0.00	0.00	0.00	6.16	3.45	0.10	0.00	0.00	3.55	2.61	2.64
SCHOOL CLUBS, AUDI-TORIUM SOCIAL AND CULTURAL ACTIVITIES	12.85	0.00	0.00	0.00	12.85	5.73	0.08	0.00	0.00	5.81	7.04	7.12
VEGETABLE FARMS, PARKS ETC.	0.05	0.00	0.00	0.00	0.05	0.03	0.00	0.00	0.00	0.03	0.02	0.02
TOTAL	**1139.06**	**0.00**	**0.00**	**0.00**	**1139.06**	**131.14**	**0.74**	**0.00**	**0.00**	**131.88**	**1007.18**	**1007.86**

REVENUE EXPENDITURE ON AMENITIES 2024-25

PARTICULARS	TOWNSHIP	TRANSPORT	MEDICAL	CANTEEN	SCHOOLS, CLUBS, AUDITORIUM, SOCIAL AND CULTURAL ACTIVITIES	VEGETABLES FARMS, PARKS ETC.	2024-25	2023-24
Pay and Allowances	4.63	1.08	2.48	1.03	0.19	0.00	9.41	10.57
Uniforms	0.00	0.00	0.00	0.01	0.00	0.00	0.01	-
Grants	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Supplies and Other Services	0.06	0.00	2.86	2.74	0.00	0.00	5.66	6.13
Power, light & water	5.21	0.00	0.11	0.03	0.01	0.00	5.36	2.79
Transport Charges	0.00	1.72	0.00	0.00	0.00	0.00	1.72	1.50
Rent, Rates, Taxes and Insurance	0.11	0.03	0.00	0.00	0.00	0.00	0.14	0.14
Maintenance and repairs	1.97	0.07	0.08	0.01	0.00	0.19	2.32	3.60
Depreciation - Buildings	0.31	0.00	0.02	0.04	0.06	0.00	0.43	0.48
Depreciation - Plant, Machinery,	0.02	0.15	0.04	0.00	0.01	0.00	0.22	0.33
Equipment & Vehicles General Overheads	0.02	0.01	0.61	0.00	0.00	0.00	0.64	0.83
	12.33	**3.06**	**6.20**	**3.86**	**0.27**	**0.19**	**25.91**	**26.37**
LESS :								
Recoveries/adjustments								
Rent	13.26	0.00	0.00	0.00	0.00	0.00	13.26	11.21
Power, Light & Water	4.16	0.00	0.00	0.00	0.00	0.00	4.16	0.92
Transport Charges	0.00	0.02	0.00	0.00	0.00	0.00	0.02	0.02
Capitation & other Recoveries	0.00	0.00	0.01	0.06	0.01	0.00	0.08	0.07
Sales proceeds	0.00	0.00	0.00	0.26	0.00	0.00	0.26	0.18
Indirect expenses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Allocated to Township, Medical & office use	0.00	0.00	0.00	0.00	0.00	0.00		0.00 0.00
	17.42	**0.02**	**0.01**	**0.32**	**0.01**	**0.00**	**17.78**	**12.40**
Net Expenditure	-5.09	3.04	6.19	3.54	0.26	0.19	8.13	13.97
Interest on Capital outlay notional	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENDITURE	**-5.09**	**3.04**	**6.19**	**3.54**	**0.26**	**0.19**	**8.13**	**13.97**
Previous year	**0.12**	**2.99**	**6.84**	**3.44**	**0.12**	**0.46**	**13.97**	**13.97**

B.K. Ramadhyani & Co LLP
Chartered Accountants

To,
The Members of ITI Limited

Report on Standalone Financial Statements of ITI Limited

Disclaimer of Opinion

We were engaged to audit the accompanying Standalone Financial Statements('SFS') of ITI Limited ("The Company") which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows, Statement of Changes in Equity for the year then ended and a summary of material accounting policies and other explanatory information.

We do not express any opinion on the accompanying SFS of the Company. Because of the significance of the matters described in the 'Basis for Disclaimer of Opinion' section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these SFS.

Basis for Disclaimer of Opinion

1. The SFS of the Company for the year ended March 31, 2024, as approved by the Board of Directors on May 28, 2024, was reported upon by us vide our audit report issued on July 31, 2024. Vide this report, we had issued a Disclaimer of Opinion on the said SFS due to the significance of the matters described in the 'Basis for disclaimer of opinion' section of the said report and our inability to quantify/ascertain the impact of matters covered therein on the SFS for the said financial year. Those comments and observations may continue to impact the SFS for the current year.

2. The Company did not have adequate internal financial controls with reference to its financial statements as required by section 134 of the Companies Act, 2013, which may in turn result in errors and misstatements therein which may remain undetected and have a material impact thereof. This includes non-establishment of a sound information systems security policy and general controls interalia with adequate controls, safeguards and oversight over access, use of passwords, change management, modifications/edits made to data through the application or to the database/backend changes, with adequate audit trails and periodical reviews of the same.

3. The Company has recognized the sale of a portion of its land and an old building at Electronic City Bengaluru to Centre for Development of Telematics (C-Dot') at an agreed consideration of Rs. 20,000 lakhs and the consequent profit on sale thereof amounting to Rs. 10,919 lakhs, pursuant to an agreement to sell dated February 17, 2025, and approvals from Department of Telecommunications, Government of India for the sale. Pending demarcation of the relevant property by the Karnataka Industrial Areas Development Board ('KIADB') as at March 31, 2025, subsequent confirmation of demarcation by Electronic City Industrial Township Authority, receipt of balance consideration of Rs.10,000 lakhs, execution of sale deed in favor of the buyer and the consequent transfer of control over the said property to the latter, the derecognition criteria laid down in IndAS-16 'Property, Plant and Equipment' ('PPE') is not satisfied. Had the Company not recognized the said sale, 'Assets held for sale' would have reflected a balance of Rs. 9,081 lakhs, 'Other current assets' would have been lower Rs. 4,152 lakhs (after adjusting other receivables by the Company, simultaneously to be settled without payment), 'Loss for the year' and 'Total comprehensive income (loss)' would have been more by Rs. 10,919 lakhs, Current Liabilities and provisions would have been more by Rs. 2,280 lakhs (after adjusting other dues by the Company, simultaneously to be settled without payment), debit balance in Profit and Loss account would have been more by Rs. 10,919 lakhs, 'Earnings per share' would be lower at Rs. (3.19) as against the reported amount of Rs. (2.43)

4. We had in paragraph 7 under the head 'Basis for Disclaimer of Opinion' vide our report dated July 31, 2024, on the standalone financial statements for the financial year ended March 31, 2024, reported that assets though put to use in prior years aggregating to Rs. 11,620.82 lakhs had been held in 'Capital Work in Progress' and not capitalized as PPE. During the year, the Company has capitalized as PPE/ Investment Property('IP'), the new data center to an extent of Rs. 2,679.92 lakhs, NIFT building of Rs. 6,582.06 lakhs and other assets to an extent of Rs. 2,355.16 lakhs, all held in Capital Work in Progress as at April 01, 2024. Since this was a 'Prior period error' within the meaning of Ind AS 8 - Accounting Policies, Changes in Accounting estimates and Errors', the Company ought to have restated its prior year's figures including the additional charge for depreciation relating to the period up to March 31, 2023, and for the year ended March 31, 2024. For want of full information, we are unable to prepare/quantify the effect of the restated balance sheet as at April 01, 2023, all affected figures for the year ended March 31, 2024, and the charge for depreciation for year under review/loss for the year/earnings per share and consequent disclosures.

5. The Company is in the process of reconciling the value of land as per the asset register with the respective title deeds/ documents across various locations of the Company. Company has an independent list of land owned at various locations, wherein the respective title deeds are being corelated to the records maintained by civil engineering department. We have relied on the documents furnished for verification of title deeds and do not express any independent opinion on the same. Further, the auditors of Naini (M/s Vinay Kumar & Co) and Palakkad (M/s Balaram & Nandakumar) units have commented on the limitations in respect of title deeds of the units. Land measuring 77 Acres at Palakkad valuing Rs.19,470 Lakhs (Carrying Value) have been resumed by the Govt of Kerala and is under adjudication of the Apex Court. The value of Land as shown in the SFS includes such land resumed by the Govt of Kerala pending decision by the Apex court.

6. Fixed asset records (FAR) maintained in excel sheets are with inadequate description and location of assets, which in turn may impact the rate of depreciation to be applied and the consequent written down value of assets. The FAR is not updated for land held by the Company including revaluation amounts. Management has not assessed assets which are unserviceable/ not in working condition and has not recognized any provision for diminution in value with respect to such assets. The Company has not made available records in support of physical verification of PPE carried. In the absence of such comprehensive data in FAR, documentation in support of physical verification carried out and adjustment of discrepancies, if any arising from reconciliation of the same with book records and non-identification of assets which are unserviceable/ not in working condition, we are unable to comment on compliance with IndAS-16 'Property, Plant and Equipment'.

7. Requisite details of certain land and buildings owned by the Company/taken on lease (sale/lease deed, location, purpose for which property is put to use, categorization between PPE and IP, whether any amortization of the same is required, income derived therefrom, etc.) were not furnished to us. The written down value of such assets as at March 31, 2025, aggregated to Rs. 18,746.49 lakhs. The Company has recognized income during the year and prior years for which either there were no rental agreements or agreements had expired pending renewal. The Company has not furnished required disclosures as per IndAS 40- Investment Property including the fair values (FV) of its IPs, the basis of determining its FV, rental income derived from such properties and direct operating expenses (including repairs and maintenance) arising from IP that generated rental income during the year etc. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the SFS.

8. In terms of the 'Material Accounting Policies', the Company has not provided any documentation in support of the evaluation carried out to test for impairment of assets in compliance with IndAS 36 'Impairment of Assets'. Accordingly, we are unable to satisfy ourselves whether any provision for impairment of assets is required to be recognized in these SFS.

9. Unrealized gains/losses on laptops produced by the Palakkad unit of the Company and transferred to other units for captive use have not been assessed and eliminated. In the absence of sufficient appropriate audit evidence, effect on SFS could not be ascertained.

10. Internally developed software by a unit of the Company for captive use has not been evaluated for recognition in terms of IndAS 38- 'Intangible Assets' and measured, if required. In the absence of sufficient appropriate audit evidence, effect on SFS could not be ascertained.

11. The Company has not identified lease contracts entered into by it as a lessee/lessor within the meaning of IndAS 116 – Leases and has consequently not adopted the principles of recognition, measurement and disclosure contemplated therein, contrary to accounting policy but has expensed off/recognized as income in the Statement of Profit and Loss as per contractual terms. Security deposits paid/received thereon have not been recognized in the Statement of Profit and Loss in accordance with Ind AS 109 – Financial Instruments. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the SFS.

12. The Company did not have a system of appropriating payments received against specific bills raised and only maintains a running account of bills raised and payments received. Consequently, the Company has furnished, based on excel workings, age-wise data in respect of trade receivables as mandated by schedule III, part II to the Companies Act, 2013. We could not independently validate the ageing data so furnished with the books of account The Company did not furnish bill wise breakup for certain trade receivables. Further, the Company did not obtain confirmation of balances / statements of account for its trade receivables refer note 31(3) and 31(40) of SFS. The Company has not assessed and recognized the quantum of expected credit loss in terms of IndAS 109 - Financial Instruments' and has not furnished the requisite disclosures required in respect thereof. The Company did not furnish us requisite analysis/ breakup of unbilled revenue of Rs 1,79,339.58 lakhs identifying the milestones to be achieved before the same can be billed, the further costs yet to be incurred to achieve such milestones and the estimate of likely costs of rework/modifications that are to be incurred in the process of achieving certification from its customers. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the SFS.

13. The Company has several old balances in various receivable accounts in the nature of deposits, claims recoverable and other receivables(both current/ non-current) including certain receivables which are disputed amounting to Rs. 7,015.11 lakhs, which are long outstanding and with no adequate supporting. The Company has also not obtained confirmation of balances/ statements of account/ reconciliation with books of accounts/ not assessed and recognized the quantum of expected credit loss in terms of IndAS 109 - 'Financial Instruments'. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the SFS.

14. The Company had received soft loan from the Government of India in the financial year 2014-15 of Rs. 30,000 lakhs carrying interest at the rate of 1%. This loan was not recognized at fair value after considering the market borrowing rate. The Company has not identified financial assets and financial liabilities within the meaning of IndAS 109 and has consequently not adopted the principles of recognition, measurement and disclosure contemplated therein. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the SFS.

15. The Company did not carry out physical verification of inventory at all locations, in the absence of which excess/shortages as compared to book records were not assessed. Inventories with book value of Rs. 23,138.76 lakhs, lying in the various sites/outside locations/stores for which assessment of net realizable value as at March 31, 2025, was not made available. The Company's inventories include old and non-moving items and has not carried out any ageing, usefulness and serviceability assessment to ascertain obsolete inventories, if any. List of inventories was not furnished to confirm its bifurcation into raw materials, components, stores, work in process, manufactured components, finished goods, material in transit and goods pending inspection along with requisite quantitative stock reconciliation statements. We could not independently validate the stock records with valuation made by the Company with supporting documents. We have not been able to independently verify and ensure compliance with IndAS 2- Inventories.

16. In the absence of complete details/nature and ageing of each amount payable, reasons for their pendency, reasons for non-claim by parties where applicable, confirmations/statements of account/reconciliations prepared of certain liabilities (both current/non-current) and advances received from customers of Rs. 1,84,574.93 lakhs, we have not obtained sufficient appropriate audit evidence and are unable to comment on its completeness/ accuracy. The data regarding ageing of trade payables as disclosed vide note 17(c) & 14(c) SFS is as furnished by the management and in absence of bill-wise breakup, we are unable to independently validate the same.

17. Reference is invited to note 17(c) & 14(c) to the SFS regarding disclosure of information pertaining to dues to micro and small enterprises in terms of the Micro, Small and Medium Enterprises Development Act, 2006. Pending identification of such vendors and consequential non-provision for interest, if any, in terms of section 23 of the said act, we have not obtained sufficient appropriate audit evidence and are unable to comment on its completeness/ accuracy.

18. The Company has not carried-out any fair valuation assessment in terms of the IndAS 109 'Financial Instruments' in respect of its financial assets and liabilities which are receivable/payable beyond a period of 12 months from the date of initial recognition (examples: certain employee receivables, retention money payable, security deposits accepted/paid, etc.) for the purposes of determination of amortizedcosts and amortization/recognition of expenses/ income of the differential between amortized cost and contractual amounts payable/receivable.

19. The Company's contribution to ITI Employees Provident Fund Trust ('PF Trust') as detailed in its Material Accounting Policies has been considered as a defined contribution plan and not as a defined benefit plan, both for the current and prior years. Accordingly, the liability to the trust ought to have been evaluated actuarily and recognized rather than at 12% of the eligible salaries to be made over during the year. We have also not received the audited financial statements of the PF Trust to assess whether there is any shortfall between the income received by the PF Trust and interest expense recognized based on the rate of interest declared by the Provident Fund Commissioner, Government of India for the year or prior years. Consequent disclosures required in terms of IndAS 19 – Employee Benefits have not been furnished.

20. The Company has not reconciled its books of accounts with its GST returns (GSTR-1/3B/2A/2B/6/7/7A/9&9C) filed across all its registrations refer note 31(3) of SFS. (turnover, exempt turnover, taxes payable, input tax credit available/availed and tax deducted at source). The Company has not segregated the goods and service portions of the advances received based on respective contracts and remitted GST liability on the service portion of the same. Pending such bifurcation, we are unable to ascertain the quantum of GST liability on advances payable and required provision along for interest payable. The company has not ascertained the reversal of GST input and interest thereon on account of non-payment of vendors before 180 days. The Company has not filed its annual return of reconciliation of turnover between books and returns for certain registrations pertaining to the financial years 2021-22, 2022-23 and 2023-24 respectively, contrary to rule 80 of the CGST Rules, 2016. Reconciliation for the current year between its books of account and returns for each registration has also not been furnished to us.

21. The Company has not reconciled the entries in forms 26AS, TIS and AIS in the Income Tax portal website with its books of account for the current and prior years. The Company has not disclosed the TDS/ TCS receivables appropriately in terms of Schedule III of the Act.

22. The Company has reported to the extent ascertained its contingent liabilities/ legal/ arbitration cases and capital commitments as detailed in note 31(10) & 31(11) of SFS . In the absence of full and comprehensive list across all divisions/units/ROs/Corporate office of the Company with testing of the probability of the liability devolving supported with appropriate legal advice wherever required, we are unable to ascertain the completeness/accuracy of the values reported in the said note and any provisions that may be required to be recognized in this respect.

23. The Company has not identified warranty obligations as a distinct performance obligation within the meaning of IndAS 115 – 'Revenue from contracts with customers' but recognizes the same as and when obligations arise on the plea that it generally has a back-to-back claims against its vendors. The company has not provided us with the requisite documentation indicating such rights in each contract entered into by it.

24. a. The Company has entered into composite contracts with certain customers for planning, engineering, supply, installation, commissioning, testing and annual maintenance, involving substantial amounts. In these cases, the Company has recognized revenue for supply of goods to customers based on dispatches and for services, wherever completed by it, as at year end. The Company has not furnished us with the requisite documentation substantiating compliance with the preconditions for recognizing revenue in terms of IndAS 115-Revenue from Contracts with Customers and passing of controls to the latter over the goods and services. The Company has also not assessed probable losses which it might incur on account of cost overruns and in completion of services, requiring recognition.

    b. Attention is invited to foot note of note 22 of the SFS where in the Company has enumerated the status of a contract with Ministry of Defense, government of India, for supply and establishment of Army Static Switched Communication Network (ASCON) at an agreed consideration. In terms of the said contract, the Company was to mandatorily demonstrate its complete solution to bring out its capabilities vis-à-vis the requirements of the customer, which would be evaluated by the latter and form an essential part of the test bed evaluation process. We are informed for the reasons stated in the said note that the test best approval was awaited as at March 31, 2025, which is expected upon completion of certain activities as detailed therein. The Company has proceeded with part execution of the contract pending test bed final approval and in the opinion of the management of the Company is not impacting the revenue already recognized up to March 31, 2025, to an aggregate extent of Rs. 1,69,522.25 lakhs. We cannot express any independent opinion on such revenue recognized.

25. We understand that the Company entered into a Memorandum of Understanding ('MOU') with the Minister of State, Department of Minority Affairs and Madrasah Education (MA&ME), Govt of West Bengal dated February 25, 2021 for execution of Infrastructure and IT Development Project wherein it was to host, operate, administer and execute the said project for a consultancy charge of 5% of the total vetted estimated cost of Detailed Project Reports (DPR) without GST. Pursuant to this MOU, the Company reportedly issued Work Orders (WOs) to several vendors before obtaining approvals from the corporate office. The work order issued by MA&ME was reportedly cancelled by the Minister of Minority Affairs, Government of India on March 2, 2022, and Company in turn reportedly cancelled the WOs issued on various vendors on September 2, 2023. Certain vendors to whom contracts had been awarded have reportedly filed writs in the High Court of Kolkata regarding non-payment of dues by the Company for work completed by them to an extent of Rs. 292 lakhs (to the extent furnished to us). There were reportedly irregularities observed in the receipt of the said MOU and as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the Chief Vigilance Officer (CVO) to Chairman and Managing Director (CMD) dated July 25, 2023. Management has represented that these irregularities are in the nature of negligence and has confirmed that there is no fraud committed in this respect. We have relied on the information and explanations furnished by the Company and do not express any independent opinion on the said matter including any probability of fraud. Effect on the SFS, if any, is not ascertainable at this stage.

26. The Company has reported certain non-compliances with various provisions of the SEBI Listing Regulations/Companies Act, 2013 ('the Act') interalia in respect of quorum for board meetings, non-compliance with the constitution of audit and risk management committees, specified proportion/ number of independent directors. Consequential non-provision for penalty and interest on such non-compliance not recognized in the SFS.

27. The Company received ₹5,900 lakhs on January 23, 2025, from the Government of India through the Department of Telecommunications (order dated January 21, 2025) for specified capital projects, as equity investment per communication dated January 08, 2025, from Government of India to DOT. While the Board approved the share issuance on May 27, 2025, the Company did not obtain prior shareholder approval via special resolution under Section 62(1)(c) of the Companies Act, 2013, including not obtaining a valuation report in support of its issue price. It also did not comply with Section 42 procedures for private placement or the applicable stock exchange listing regulations. The Company believes that Regulation 70 of SEBI (ICDR) Regulations, 2009 exempts it from passing a special resolution; however, no such exemption exists under the Companies Act. Further, the shares were not allotted within 60 days of receipt nor was the amount refunded within the next 15 days, leading to the funds being regarded as a deposit under Rule 2(1)(c)(vii) of the Companies (Acceptance of Deposits) Rules, 2014. The impact of this non-compliance on the standalone financial statements could not be ascertained.

28. Attention of the members is also invited to our comments in para 2(j)(vi) of the section on 'Report on legal and regulatory matters' regarding audit trails and in **Annexure D**, pursuant to the directions of the Comptroller and Auditor General of India. We are unable to assess the impact of these observations on the SFS.

29. There are current and old balances carried forward in certain assets and liabilities accounts which are set out in **Annexure A** to this report. In respect to these accounts, management has not furnished us the composition of such balances and requisite records in support thereof. In the absence of sufficient appropriate audit evidence, we are unable to assess the impact of the same on the SFS.

30. The Company has not furnished certain disclosures as required under Schedule III of the Act in respect of the details of quarterly returns / statements of Current assets filed by the Company with banks and accordingly we are unable to comment if those returns were in agreement with the books of accounts or reconciliations/reasons of material discrepancies, if any, if there were differences.

Common to all matters dealt with above:

We are unable to obtain sufficient appropriate audit evidence to form an opinion on the SFS due to the potential interaction of the multiple/undetected mis-statements, if any, contained therein and assessment of their possible individual and cumulative effect thereof, which may be material and pervasive, and accordingly forms the basis for the disclaimer of opinion.

Material Uncertainty for continuing as a Going Concern.

The Company incurred a net loss of Rs. 23,315.35 lakhs during the year ended March 31, 2025 with its current liabilities as at year end being more than its current assets as reflected in the SFS and such gap likely to increase in the wake of our qualifications outlined in the foregoing paragraphs under the heading 'Basis for Disclaimer of Opinion' may cast a doubt on the ability of the Company to continue as a going concern. Reference is drawn to note 31(4) of SFS where in the management is of the opinion that going concern basis of accounting is appropriate in view of the factors outlined in the said note. The appropriateness of the going concern is subject to successful attainment of the plans of the Company. Our opinion is not modified in respect of this matter.

Emphasis of Matter

According to the Company, Uttar Pradesh Power Corporation Limited('UPPCL') has shown excess reading of electricity bill, which has been decided by Consumer Forum in its favor but still Rs. 326.26 lakhs is being shown as arrears of dues in their bill. Unit has reportedly filed a case against UPPCL in the Hon'ble High Court at Lucknow and the matter is sub judice. (As reported by M/S Chandnani Singh & Associates, Chartered Accountants, RaeBareli unit of the Company).

Other Information

The Company's Board of Directors is responsible for the other information, which consist of Company information, ten-year digest, figures at a glance, director's report and report on corporate governance ('Other Information'). Our opinion on the SFS do not cover the Other Information and we do not express any form of assurance/ conclusion thereon. In connection with our audit of the SFS, our responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the SFS, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. Management has represented to us that Other Information for the financial year March 31, 2025, have not been finalised and accordingly, the same was not furnished to us.

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

The Company's Management and the Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these SFS that give a true and fair view of the net profit/ loss and other financial information, the Statement of Assets and Liabilities and the Statement of Cash Flow in accordance with the recognition and measurement principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2021, issued there under and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the SFS that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

Our responsibility is to conduct an audit of the SFS in accordance with Standards on Auditing and to issue an auditor's report. However, because of the matters described in the Basis of Disclaimer of the opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion of SFS.

We are independent of the Company in accordance with the ethical requirements in accordance with the requirements of the Code of Ethics issued by ICAI and the ethical requirements as prescribed under the laws and regulations applicable to the Company.

Other Matters

We did not audit the financial statements of the Mankapur, Raebareli, Srinagar, Naini & Palakkad Units included in the SFS of the Company, whose financial statements reflect total assets of Rs. 2,13,613 lakhs, total income of Rs. 38,294 lakhs and total loss of Rs. 22,952 lakhs for the year ended March 31, 2025, (excluding inter-unit balances and transactions). The financial statements of these units have been audited by unit's auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these units is solely on the reports of such units auditors. Our opinion is not modified in respect of these matters.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, we give in the "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order, which is subject to the possible effects of the matters described in the 'Basis for Disclaimer Opinion' section of our Independent auditor's report and in our report on the Internal Financial Controls over Financial Reporting.

As required by section 143(3) of the Act, we report that:

a. As described in the 'Basis for Disclaimer of Opinion' section above, we have sought but were not able to obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except in respect of matters described in the 'Basis for Disclaimer of Opinion' section above.

c. The reports on the accounts of branch/ unit offices of the Company audited by branch/ unit auditors have been forwarded to us and have been duly dealt with while preparing this report.

d. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account, except for gross block and accumulated depreciation of PPE and IP as per books are not in agreement with the corresponding figures in the relevant notes to the SFS.

e. Due to the possible effects of the matters described in the 'Basis for Disclaimer of Opinion' section above, we are unable to state whether the aforesaid SFS comply with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards)Rules, 2021, as amended.

f. As per GSR- 463 (E) dated June 5, 2015, issued by the Ministry of Corporate Affairs, the provisions of Section 164(2) of the Companies Act, 2013 regarding disqualification of director(s) is not applicable to the Company, since it is a Government Company.

g. The reservation/modification relating to the maintenance of accounts and other matters connected therewith are as stated in the 'Basis for Disclaimer of Opinion section'.

h. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure C**" and paragraph 2 of the section 'Basis for Disclaimer of Opinion'. Our report expresses a disclaimer of opinion on the Company's internal financial controls over financial reporting for the reasons stated therein.

i. Except for the possible effects of the matters described in the 'Basis for Disclaimerof Opinion' section above, with respect to the other matters to be included in theIndependent Auditor's Report in accordance with Rule 11 of the Companies (Auditand Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Company has disclosed the estimated impact of pending litigations onits financial position as detailed in Note 31(11) to FS, to the extent ascertained. Refer para 22 of the section 'Basis for Disclaimer of Opinion' of our report.

   ii. The Company has made provisions, as required under applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts, subject to our comments in para 24(a) of the section 'Basis for Disclaimer of Opinion' of our report. The Company did not enter into any derivative contracts.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

j. i. Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

ii. Management has represented, that, to the best of its knowledge and belief, 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

iii. Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) above contain any material misstatement.

k. The Company did not declare or pay any dividends during the year. Accordingly, no reporting under the said sub clause is applicable.

l. The Company uses multiple accounting software ('Tally Prime™' and 'Integrated Manufacturing Management System'(IMMS)) for maintenance of its books of account for the financial year ended March 31, 2025. We understand, based on examinations, including certain test checks and discussions with the management, that Tally Prime Edit Log version software had a feature of recording audit trail (edit log) facility and the same was operated throughout the year except Bengaluru NSU unit, where such audit trails were implemented in the month of June 12, 2024. The branch auditors of Raebareli and Srinagar units of the Company have not commented on availability of audit trails/edit log facilities and the same were also not furnished to us. We have not come across any instances of the audit trail features being tampered with for the period except in respect of Raebareli and Srinagar units, where such examination could not be carried out. Based on Tally Prime's architecture, we understand that there is no audit trail (edit log) of database changes. Palakkad unit uses 'IMMS' software which has a feature of recording audit trail (edit log) facility. The audit trails of changes to this software were not furnished to the branch auditors. Many of the records used for preparation of SFS like payroll, inventory/ fixed asset records, billing and invoicing on customers etc., at certain units are maintained in excel/ other software, where there are no audit trails/ edit logs.
The Company based on explanations furnished has preserved audit trails of Tally for the financial year 2023-24 from the date they were activated, differently at various units. We are unable to comment on the audit trail preservation in respect of IMMS software.

m. As required by section 143(5) of the Act, we report on matters covered in the directions issued by the Comptroller and Auditor-General of India, the action taken thereon and its impact on the SFS of the Company in "**Annexure D**".

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN: 25212013BMLXLT6278

Place: Bengaluru
Date: June 13, 2025

Statement setting out balances relating to assets and liabilities as at year end whose composition and requisite records in support there of were not furnished to us

Annexure A to the Audit Report

Unit/RO name	Ledger Name / Group Name	Debit / Credit	24-25 Closing Balance
RO Bhubaneswar	Advances From Customer	Credit	-5,34,488
RO Bhubaneswar	19103 SERVICE TAX	Credit	-3,89,165
Ro Hyderabad	14705 - Security Deposit	Credit	-1,05,57,388
Ro Hyderabad	28570 EMD FROM VENDORS	Credit	-79,65,826
Ro Kolkata	18251 SECURITY DEPOSIT FROM CONTRACTORS	Credit	-55,12,865
Ro Kolkata	18200 FOR OTHER LIABILITIES	Credit	-99,915
RO Delhi	19103 Service Tax	Credit	-83,03,254
RO Delhi	19105 Rajasthan/MP Tax	Credit	-12,012
RO Delhi	142 45 Security Deposits	Credit	-1,91,90,650
RO Delhi	18220 SALARY PAYABLE	Credit	-12,63,148
RO Delhi	MISC RECOVERY FROM SALARY	Credit	-1,98,048
RO Lucknow	18220 SALARY PAYABLE	Credit	-17,67,574
RO Lucknow	RECOV. SUPPILERS/OTHER	Credit	-11,42,35,160
RO Lucknow	18260 MISC. LIABILITIES	Credit	-76,18,008
RO Lucknow	18280 COIN ADJUSTMENT	Credit	-13,465
RO Lucknow	19400 ADVANCE FROM CUSTOMER	Credit	-31,99,50,854
RO Lucknow	RECOVERIES - PAYROLL	Credit	-9,500
RO Lucknow	SALARIES AND WAGES UNPAID	Credit	-21,156
RO Lucknow	UNPAID TRAVELLING ALLOWANCE	Credit	-57,052
RO Chennai	18210 OTHER PAYABLES	Credit	-3,56,824
Ro Bengaluru	18260 MISC. LIABILITIES	Credit	-56,07,014
BGP	14502 LIABILITY FOR OTHER FIN.-PAYROLL	Credit	-1,87,27,969
BGP	145.02 LIABILITY FOR OTHER FIN MISC	Credit	-3,94,27,517
BGP	147.05 OTHER DEPOSITS	Credit	-4,24,53,800
BGP	14702 SEC DEP BLDG CONTRACTORS	Credit	-3,00,76,482
BGP	147.01 DEPOSIT FROM SUPPLIERS	Credit	-25,000
BGP	147.04 DEPOSIT TOWARDS RENT	Credit	-4,39,13,264
BGP	14601 Advance Recd. - Defence	Credit	-21,10,169
BGP	14601 Advance Recd. - Others	Credit	-3,22,38,978
BGP	Salary Payable	Credit	-7,39,26,106
BGP	14509 CONTRACTOR LIABILITY CIVIL & OTHERS	Credit	-5,88,46,829
BGP	Salaries Recoveries	Credit	-2,03,37,545
BGP	145.08 OTHER LIABILITIES-OTHERS	Credit	-1,47,27,010
BGP	PL Encashment Liability for MKP	Credit	-22,16,605
BGP	PL Encashment for Naini	Credit	-4,60,943
BGP	14106 Exp. & Services Other	Credit	-1,41,540
BGP	22506 TA ADVANCE SALARY RECOVERY	Credit	-73,609
BGP	226.06 ADV RECOVERABLE- OTHER MISC. REC.	Credit	-1,22,091
BGP	22506 TA Advance 4 G BGP	Credit	-32,646

BGP	22510 TA/DA ASCON PHASE 4	Credit	-3,408
NSU	14245-Security Deposit Recd.- Appren.	Credit	-19,083
NSU	14750-EMD Cabal Laying	Credit	7,38,787
NSU	14702-Security Deposit-Cable Laying	Credit	-57,35,141
NSU	14723-Security Deposit ASCON IV	Credit	-3,25,86,320
RO Bhubaneswar	RECOVERIES OF TDS (I.TAX) FROM SUPPLIERS	Debit	2,60,003
RO Bhubaneswar	SECURITY DEPOSIT FOR SALES TAX APPEAL FEES	Debit	7,90,538
RO Bhubaneswar	TAX DIFFERENCE AMOUNT REOVERABLE FROM CUSTOMER	Debit	28,925
Ro Hyderabad	28570 EMD RECEIVABLE	Debit	53,67,767
Ro Kolkata	ADVANCE TO SUPPLIERS(PRIOR TO 31.03.2020)	Debit	10,75,928
RO Delhi	28570 EMD RECEIVABLE (DELHI)	Debit	1,72,26,379
RO Delhi	28312 STAFF IMPREST ADVANCE & LOANS	Debit	1,95,330
RO Delhi	28315 TA RECOVERABLE	Debit	2,36,809
RO Delhi	28316 OTHER ADVANCE RECOVERABLE (ANNUAL ADVANCE)	Debit	2,42,000
RO Delhi	28570 EMD RECEIVABLE (BHOPAL)	Debit	4,58,123
RO Delhi	29100 SECURITY DEPOSITS (BHOPAL)	Debit	74,636
RO Delhi	29100 SECURITY DEPOSITS (DELHI)	Debit	3,57,020
RO Lucknow	RECOV.OF TA EXP-RLY-F	Debit	16,78,207
RO Lucknow	28313 SALARY ADVANCE	Debit	87,320
RO Lucknow	28315 TA RECOVERABLE	Debit	5,482
RO Lucknow	28316 OTHER ADVANCE RECOVERABLE	Debit	1,01,853
RO Lucknow	ADVANCE RECOVERABLE SERVICES	Debit	24,000
RO Lucknow	ADVANCE TOWARDS PURCHASES-ROS	Debit	1,99,65,600
RO Lucknow	SECURITY DEPOSITE FDR/BG	Debit	1,85,58,655
RO Lucknow	SECURITY DEPOSIT PAID ACCOUNT	Debit	25,21,137
RO Lucknow	SGPGI-SD	Debit	15,38,300
RO Lucknow	PAY AEAR DUE FROM HQ	Debit	81,596
Ro Bengaluru	29100 SECURITY DEPOSITS	Debit	49,584
BGP	21872 CLAIMS RENT SHOPS & BLDG.	Debit	10,94,22,102
BGP	225.05 ADV.TO CONTRACTORS	Debit	4,71,49,437
BGP	228.01 CLAIMS AND EXPENSES RECOV INLAND	Debit	3,44,48,482
BGP	230.04 SECURITY DEPOSIT PAID ACCOUNT	Debit	3,67,30,470
BGP	225.07 OTHER ADVANCE RECOV. BGP	Debit	2,35,76,835
BGP	21871 CLAIMS RENT QTRS.	Debit	4,32,08,995
BGP	228.01 Electricity Data Centre	Debit	9,40,243
BGP	230.03 DEPOSIT PAID-OTHERS (EMD)	Debit	68,95,846
BGP	22507 OTHER ADVANCE RECOV. BGP PI	Debit	31,29,927
BGP	22507, OTHER ADVANCE ASCON 4	Debit	18,74,820
BGP	22801 Stipend Claims	Debit	29,76,528
BGP	22801 South Western Rly Leased Rent	Debit	21,27,813
BGP	22801 Recoverable UTSTARCOM NGN Mfg.	Debit	10,67,771
BGP	22801 RECOVERABLE FROM SSTPL - SAAS AADHAR	Debit	29,500
BGP	22506 TA Adv. BGP VUSS MUSS	Debit	9,09,826
BGP	21873 CLAIM GROUND RENT	Debit	24,32,233
BGP	235.00 Prepaid Expenses	Debit	9,98,922
BGP	23005 VAT Input Credit Revenue	Debit	6,65,486

BGP	22513 MECHNOLINC WELDERS	Debit	5,00,000
BGP	23303 Excise Duty Deposit A/c	Debit	4,27,401
BGP	231.01 Deposit Towards Custom Duty	Debit	3,65,627
BGP	14301 KARNATAKA SALES TAX PAYABLE	Debit	3,53,690
BGP	226.13 OTHER ADVANCES RECOVERABLE	Debit	16,20,479
BGP	230.03 DEPOSIT PAID-OTHERS (EMD)	Debit	68,95,846
BGP	21873 CLAIMS GROUND RENT GST B2B	Debit	2,94,519
BGP	222.00 Imprest Account	Debit	2,55,489
BGP	226.03 ADV RECOVERABLE- FESTIVAL ADVANCE	Debit	5,74,800
BGP	22506 TA/DA ASCON PHASE 4	Debit	38,086
BGP	226.05 ADV RECOVERABLE- CYCLE ADVANCE	Debit	30,000
BGP	225.20 CANTEEN ADVANCE RECOVERABLE	Debit	240
BGP	22506 TA Advance BGP	Debit	71,960
NSU	23004-Other Deposits	Debit	3,23,637
NSU	23034-Other Deposit-EMD	Debit	51,89,911
NSU	23044-Security Deposit-KuBand	Debit	19,99,823

ANNEXURE-B REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT TO THE MEMBERS OF ITI LIMITED

As referred to in paragraph 2 of the section on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of the ITI Limited on the SFS for the year ended March 31, 2025, subject to the possible effects of the matters described in the section on 'Basis for Disclaimer of Opinion' and Annexure C on the internal controls over financial reporting, we report, based on the information and explanations provided to us, that:

1. a) (A) The Company has not maintained adequate records showing full particulars, including quantitative details, location, asset transfers between units and asset coding system of PPE. The amounts reported under gross block and accumulated depreciation in the said note were pending reconciliation with general ledger including depreciation calculations/salvage value. Land records at various divisions/units need to be reconciled with respective documents held at corporate office/respective divisions/units and with respective asset registers, pending which we are unable to report on matters contained in paragraph 3(i)(a)(A) of the Order. Refer details listed in footnote to note 1 and 3 to SFS.

   (B) The Company did not have any intangible asset with positive written-down value as at March 31, 2025, subject to our comments in para 10 of the section 'Basis for Disclaimer of Opinion'. Accordingly, reporting on matters contained in paragraph 3(i)(a)(B) of the Order cannot be made.

   b) As reported in para 6 of the section 'Basis for Disclaimer of Opinion', we have not been furnished records in support of physical verification of PPE wherever carried out during the year and the immediate previous year. Further, the company has not carried out substantially physical verification of PPE at its major units, and accordingly, we are unable to comment on matters contained in paragraph 3(i)(b) of the Order.

   c) Reference is invited to footnotes to notes 1 and 3, note 31(11)(b) and 31(20) to SFS which includes certain observations of the Management regarding incomplete land records which are under reconciliation with relevant documents/records and certain lease agreements executed by/ in favour of the Company are pending documentation/renewal. Accordingly, we are unable to comment on matters required in paragraph 3(i)(c) of the Order. Based on available information, title deeds of certain immovable properties detailed below were not held in the name of the Company are furnished below:

Description of the Property	Gross carrying value (Rs. In lakhs)	Held in the name of	Whether promoter director of their relative or their employee	Period held – Indicate range, where appropriate	Reason for not being held in name of company (also indicate if in dispute)	Unit
Land	6,090.31	Title resumed by the Government of Kerala	No	Over 10 years	Company has disputed the resumption	Palakkad
Land	9,282	Absolute Sale Deed not yet executed	No	Over 10 years	Pending	Naini
Land	11,620	Absolute Sale Deed not yet executed	No	Over 10 years	Pending due to non-submission of proof of compensation paid by ITI Limited to the landowners at the time of land acquirement(as furnished by the company)	Raebareli
Land	Not ascertainable	Absolute Sale Deed not yet executed	No	Over 10 years	Out of 191.03 acres of land purchased from private owners, title deed for 41.77 acres land are not available with the management. (as reported by the Company)	Mankapur

The Company operates its business across various Units/ Regional Offices('RO')/Marketing, Services and Projects centers('MSP'). Comprehensive data regarding the land and building for those offices were not furnished to us specifying own/lease land/premises, in the absence of which we are unable to comment on the compliance of the said clause in respect of those offices.

   d) The Company has not revalued any of its PPE (including Right of Use assets) or intangible assets or both during the year. Accordingly, reporting on matters contained in paragraph 3(i)(d) of the Order is not applicable.

   e) There are no proceedings that have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting on matters contained in paragraph 3(i)(e) of the Order is not applicable.

2. a) The Company did not carry out comprehensive physical verification of inventories covering all categories. We are unable to comment on matters contained in paragraph 3(ii)(a) of the Order.

   b) In the absence of data of inventories, sales, debtors, production and other details as of quarter ends being furnished to us by the Company, the same could not be compared with the corresponding data furnished by it to its banks where working capital facilities have been availed. Accordingly, we are unable to comment on matters contained in paragraph 3(ii)(b) of the Order.

3. During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Accordingly, reporting on matters contained in paragraph 3(iii)(a) to (f) are not applicable.

4. The Company has not granted any loans, made investments or provided any guarantees covered by the provisions of sections 185 and 186 of the Act. Accordingly, reporting on matters contained in paragraph 3(iv) are not applicable.

5. The Company has not accepted any deposits as applicable under the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of the Act and rules framed under. The Company based on its internal assessment that amounts due on account of retention money/other deposits on its various projects are covered under exempted deposits and accordingly, comply with section 73 to 76 of the Act. Reference to paragraph 27 of 'Basis for Disclaimer of Opinion', regarding share application money received by the Company and not allotted within the prescribed timelines in terms of the relevant provisions of the Act due to which we are unable to ascertain if these share application monies was to be treated as deposits under the said provisions of the Act. In the absence of clear ageing/documentation/reasons of non-repayment by the Company, we are unable to comment on such compliance. Hence, reporting under paragraph 3(v) of the Order could not be commented upon.

6. Maintenance of cost records have been prescribed by the Central Government under section 148(1) of the Act. In the absence of the necessary information, we are unable to comment whether such accounts and records have been made and maintained for the year under review.

7. a) The Company is not regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the respective appropriate authorities during the year. Arrears of such outstanding statutory dues as on the last day of the financial year for a period of more than six months from the date they became payable (to the extent ascertained from the Company's records pending reconciliation) are furnished below.

Unit	Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Due Date	Date of Payment
RO - Delhi (Delhi)	Employees Provident Fund Act, 1952	PF	6.7	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Employees Provident Fund Act, 1952	PF	144.77	2024-25 & Prior	Unascertainable	Unascertainable
RO - Lucknow	Employees Provident Fund Act, 1952	PF	79.09	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bhubaneshwar	Employees Provident Fund Act, 1952	PF	14.58	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Employees Provident Fund Act, 1952	PF	5.64	2024-25 & Prior	Unascertainable	Unascertainable
RO - Kolkata	Employees Provident Fund Act, 1952	PF	6.26	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Employees Provident Fund Act, 1952	PF	416.27	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Employees Provident Fund Act, 1952	PF	687.43	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Employees Provident Fund Act, 1952	PF	2,754.22	Unascertainable	Unascertainable	Unascertainable
Mankapur Unit	Employees Provident Fund Act, 1952	PF	3,153.04	Unascertainable	Unascertainable	Unascertainable

Palakkad Unit	Employees Provident Fund Act, 1952	PF	24.83	Mar-23	15-Apr-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	28.11	Apr-23	15-May-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	28.34	May-23	15-Jun-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.35	Jun-23	15-Jul-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.54	Jul-23	15-Aug-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.67	Aug-23	15-Sep-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.33	Sep-23	15-Oct-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.2	Oct-23	15-Nov-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.78	Nov-23	15-Dec-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.18	Dec-23	15-Jan-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	24.98	Jan-24	15-Feb-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.18	Feb-24	15-Mar-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	27.07	Mar-24	15-Apr-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	27.23	Apr-24	15-May-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.79	May-24	15-Jun-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.06	Jun-24	15-Jul-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.32	Jul-24	15-Aug-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.01	Aug-24	15-Sep-24	Unascertainable

Rae Bareli Unit	Employees Provident Fund Act, 1952	PF	5,225.00	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Employees Provident Fund Act, 1952	PF	56.78	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Employees State Insurance Act, 1948	ESI	0.08	Unascertainable	Unascertainable	Unascertainable
NSU	Employees State Insurance Act, 1948	Interest payable on ESI	5.54	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Central Excise Act, 1944	Excise Duty	0.44	Unascertainable	Unascertainable	Naini Unit
RO - Lucknow	GST Acts and rules made thereunder	TDS on GST	171.9	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bengaluru	GST Acts and rules made thereunder	TDS on GST	0.17	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	GST Acts and rules made thereunder	TDS on GST	0.35	2024-25 & Prior	Unascertainable	Unascertainable
NSU	GST Acts and rules made thereunder	TDS on GST	814.62	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	GST Acts and rules made thereunder	TDS on GST	62.14	Unascertainable	Unascertainable	Unascertainable
NSU	GST Acts and rules made thereunder	Interest payable on GST	14.51	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Income Tax Act, 1961	Interest payable on TDS	8.63	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	PT Acts and rules made thereunder	PT	0.01	2024-25 & Prior	Unascertainable	Unascertainable
NSU	PT Acts and rules made thereunder	PT	0.14	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Unascertainable	Rajasthan Tax	0.12	2018-19 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Service Tax Act, 1994	Service Tax	83.03	2018-19 & Prior	Unascertainable	Unascertainable
RO - Lucknow	Income Tax Act, 1961	TCS	0.02	2023-24	Unascertainable	Unascertainable
RO - Bhubaneshwar	Income Tax Act, 1961	TCS	0.07	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TCS	0.1	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Income Tax Act, 1961	TDS	41.19	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Income Tax Act, 1961	TDS - 194 C	0.38	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Income Tax Act, 1961	TDS - 194 J	23.93	2024-25 & Prior	Unascertainable	Unascertainable

RO - Lucknow	Income Tax Act, 1961	TDS - 194 C	94.45	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bhubaneshwar	Income Tax Act, 1961	TDS - 194 H	0.01	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bengaluru	Income Tax Act, 1961	TDS - 194 Q	0.00389	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Income Tax Act, 1961	TDS - 194 C	0.05	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Income Tax Act, 1961	TDS - 192 B	0.24	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Income Tax Act, 1961	TDS - 194 Q	27.61	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 Q	2.61	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 J	29.51	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 C	8.91	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 H	0.0027	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Income Tax Act, 1961	TDS	152.65	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Income Tax Act, 1961	TDS - 194 C	0.39	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Income Tax Act, 1961	TDS - 192 B	0.17	Unascertainable	Unascertainable	Unascertainable

i. The above data is subject to our comments in paragraph 20 of the section on 'Basis for Disclaimer of opinion', wherein we have reported that the Company had not reconciled its books of account with its GST returns filed across all its registrations. The Company has netted off the GST payable accounts with GST input credit accounts and a net position pertaining to GST payable/receivable across all units/ divisions/ corporate office has been disclosed in the SFS vide note 10 to SFS. Accordingly, we are unable to ascertain registration wise closing GL balances. Further, GST payable on advances received by the Company on account of services, for the reasons stated could not be ascertained.

ii. All the above undisputed statutory dues are furnished to the extent identified/ ascertained and pending reconciliation of documents/ orders/ demand notices across all units/ RO/ Corporate office and pending reconciliation with the contingent liability disclosure vide note 31(11) to SFS and accordingly we could not independently validate the above said data regarding correctness/completeness.

b) According to the records of the Company, the following statutory dues were outstanding on account of disputes:

Unit	Name of the statute	Nature of dues	Amount in Rs. Lakhs (As on 31.03.2025)	Period to which the dispute relates	Forum where the dispute is pending
BGP	Central Excise Act, 1944	Nil rate of duty availed on Software disputed by CE dept (Net of Pre deposit Rs 200.00 lakhs)	637	2003-2005	Custom Excise & Service Tax Appellate Tribunal
BGP	Central Excise Act, 1944	ED Demanded on R&D prototype modules for field trail. Stay extended (net of pre deposit Rs 30.00 lakhs)	299	2006-07	Custom Excise & Service Tax Appellate Tribunal
BGP	Central Excise Act 1944	CENVAT Credit	376	2007-2008	Custom Excise & Service Tax Appellate Tribunal
MKP	UP VAT	Sales Tax	264.89	1986-1989	UP Government
MKP	UP VAT	Sales Tax	15.32	1989-1996	UP Government
MKP	Finance Act, 1994	Service Tax	6,456.79	2009-10 to 2013-14	CESS Tax, Allahabad
MKP	Goods and Service Tax Act, 2017	GST	570.08	2017-18 & 2022-23	Odhisha, Jharkand & Kolkata
MKP	Sales Tax Act	Sales Tax	442.89	Data not available	Data not available
NNI	Central Sales Tax (CST)	Demand of other dues and Additional Tax against FORM 'C'	1,013.98	2005-2006	Joint Commissioner (Appeals), Commercial Tax, Allahabad
NNI	Central Sales Tax	Demand of Additional Tax against FORM 'C'	2.64	2007-08	Additional Commissioner (Appeals), Commercial Tax, Allahabad
NNI	CST/ UPVAT/Entry Tax	Demand of other dues	9.23	2008-09	Addl Commissioner, (Appeals), Commercial Tax, Allahabad
NNI	Central Sales Tax	Demand of other dues and Additional Tax against FORM 'C'	2.12	2009-10	Deputy Commissioner, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of other dues and Additional Tax against FORM 'C'	60.57	2010-11	Additional Commissioner (Appeals), Commercial Tax, Allahabad
NNI	CST	Demand of other dues and Additional Tax against FORM 'C'	10.96	2011-12	Tribunal, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of other dues and FORM 'C'	146.75	2012-13	Deputy Commissioner Sector 14, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of Tax	86.75	2013-14	Deputy Commissioner Sector 14, Commercial Tax, Allahabad
PKD	Service Tax	Service Tax	109.44	2010-2011	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	140.34	2011-2012	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	161.27	2011-2012	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	2.76	2012-2013	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	2.69	2012-2013	CESTAT, Bengaluru
PKD	CST	Sales Tax	28.04	2001-02	High Court, Ernakulam
PKD	CST	Sales Tax	504.13	2003-04	KVAT Tribunal, Palakkad
PKD	Customs, Central Excise & Service Tax	Service Tax	143.42	2016-17 & 2017-18	Commissioner Appeals, Kochi
PKD	Customs, Central Excise & Service Tax	Service Tax	3.93	Apr 2015 to Jun 2 2017	Commissioner Appeals, Kochi
PKD	Goods & Service Tax	Goods & Service Tax	1855.77	2019-2020	Commissioner Central Tax & Central Excise, Calicut
PKD	Goods & Service Tax	Goods & Service Tax	7,054.14	2017-2018 &2018-2019	Commissioner Appeals, Kochi
RBL	Sales Tax Act	Sales Tax	122.53	2010-11	Trade Tax Tribunal, Lucknow
RBL	Sales Tax Act	Sales Tax	87.39	2014-15	Trade Tax Tribunal, Lucknow

RO BG	Kerala VAT Act, 2003	Turnover Suppression	26.47	2014-15	Commercial Tax Officer, Thirpu-nithura
RO BG	Kerala VAT Act, 2003	Turnover Suppression	48.92	2013-14	Appellate Assistant Commissioner, Commercial Taxes, Ernakulam
RO BG	Service Tax	Non-payment of Service Tax on Royalty payments received	44.78	2014-15	Commissioner of Central Excise
RO BG	Kerala VAT Act, 2003	Turnover suppression	65.87	2012-13 to 2014-15	Dy Commr (Appeals) - Commercial Tax, Ernakulam
SNR	Sales Tax Act	Sales Tax	733.36	1987-88 to 1989-90,1996-97,1999-00, 2002-03	High Court, J & K
RO BBSR	Sales Tax	Sales Tax	226.05	2013-14	Commissioner of Sales Tax Bhu-baneshwar
RBL	Goods & Service Tax	EXCESS ITC of GST CLAIMED	1,634.03	2017-18	High court -Lucknow
RBL	Goods & Service Tax	EXCESS ITC of GST CLAIMED	225.46	2017-18	High court -Lucknow
PKD	Goods & Service Tax	Goods & Service Tax	928.37	2017-18,2018-19,2019-20,2020-21,2021-22,2022-23 & 2023-24	Additional Director of the DGGI (Mumbai Zonal Unit), Kerala.
RO LKN	Sales Tax Act	Non receipt of C/D forms	24	Data not available.	Data not available.
NNI	Sales Tax Act	Non receipt of C/D forms	1537.98	Data not available.	Data not available.
RBL	Sales Tax Act	Non receipt of C/D forms	2838.92	Data not available.	Data not available.
RBL	Sales Tax Act	Sales Tax	85.17	2017-18	Data not available.
CRP	Income Tax	Income Tax	691.72	2017-18	Commissioner of Income Tax

i. All the above disputed statutory dues are furnished to the extent identified/ ascertained and pending reconciliation of documents/ orders/ demand notices across all units/ RO/ Corporate office and pending reconciliation with the contingent liability disclosure vide note 31(11) to SFS and accordingly we could not independently validate the above said data regarding correctness/completeness.

8. There are no transactions which are not recorded in the books of account, which were surrendered or disclosed as income during the year in the tax assessments in the Income Tax Act, 1961 (43 of 1961).

9. a) The Company has not defaulted in the repayment of borrowings or payment of interest thereon to banks. However, the Company has defaulted in repayment of instalments as detailed below:

Nature of borrowing	Name of lender	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Term Loan	GOI, Ministry of Commu-nications & IT Dept. of Telecommunications	Rs. 12,000 Lakhs (Principal) and Rs. 3,004.76 Lakhs (Interest – to the extent determined)	Both Principal and Interest	Upto 1095 days	NA

b) The Company has not been declared a willful defaulter by any bank or financial institution or other lender.

c) The Company has not taken any term loans from banks during the year. Accordingly, reporting on matters contained in paragraph 3(ix)(c) of the Order is not applicable.

d) On an overall examination of the SFS as at March 31, 2025 of the Company, Company has used Rs. 1,06,043.01 lakhs funds raised on short term basis to finance long-term assets of the company. We further draw attention to Note 31 to FS where in the current ratio of the Company is less than 1 (being 0.88) which is also an indication that short-term funds have been used to finance long-term assets of the company.

e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The Company had no subsidiaries or joint ventures. Accordingly, reporting on matters contained in paragraph 3(ix)(e) of the Order is not applicable.

f) The Company has not raised loans during the year on the pledge of securities held in its associate company. The Company had no subsidiaries or joint ventures. Accordingly, reporting on matters contained in paragraph 3(ix)(f) of the Order is not applicable.

10. A a) The Company has not raised any monies during the year by way of initial or further public offer (including debt instruments). Accordingly, reporting on matters contained in paragraph 3(x)(a) of the Order is not applicable.

b) The Company has received share application money of Rs. 5,900 lakhs from the Government of India on private placement basis as detailed in note 31(15) of SFS. The provisions of sections 42 and 62 of the Act have not been complied with as reported in paragraph 27 of the section 'Basis for Disclaimer of Opinion'. This money was pending deployment for the intended purpose as at year end.

11. a) As represented to us, no material fraud by or on the Company has been noticed or reported during the year. Attention is invited to paragraph 25 of the section 'Basis for Disclaimer of Opinion' regarding alleged irregularities observed in the receipt of the MOU referred to in the said note as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the CVO to CMD dated July 25, 2023.

b) No report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

c) Management has represented to us that there were no whistleblower complaints received by the Company during the year. However, this was not supported by records or certificates to the said effect from the relevant whistle blower redressal authorities, both at head office and units. Accordingly, we are unable to comment on matters contained in paragraph 3(xi)(c) of the said Order.

12. In our opinion the Company is not a Nidhi Company. Accordingly, reporting on matters contained in paragraph 3(xii) (a) to (c) of the said Order are not applicable.

13. The Company, being a Government Company, is exempted from the provisions of sections 177 and 188 of the Act, relating to transactions with other government companies in terms of MCA Notification No. GSR 463 (E) dated 05th June 2015. There were no transactions during the year with India Satcom Private Limited. Refer to note 31(6) of SFS Accordingly, reporting on matters contained in paragraph 3(xiii) of the Order is not applicable.

14. a) In our opinion, the Company's internal audit system is not commensurate with the size and nature of its business and needs strengthening.

b) The internal audit reports have not been received by us and accordingly not considered.

15. The Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, reporting on matters contained in paragraph 3(xv) of the said Order is not applicable.

16. a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting on matters contained in paragraph 3(xvi)(a) to (c) of the Order is not applicable.

b) In our opinion, there is no core investment company within the Group, as defined in the Core Investment Companies (Reserve Bank) Directions, 2016 and accordingly, reporting on matters contained in paragraph 3(xvi)(d) of the Order is not applicable.

17. The Company has incurred cash losses in the financial year and in the immediately preceding financial year amounting to Rs. 16,395.08 lakhs and Rs. 51,593.90 lakhs respectively.

18. There is no resignation of statutory auditors during the year. Accordingly, reporting on matters contained in paragraph 3(xviii) of the Order is not applicable.

19. Attention is invited to note 31(4) to SFS regarding the same prepared on a going concern basis and our comments as detailed under the heading "Material Uncertainty on Going Concern", notwithstanding that the Company has incurred losses during the current year and immediately preceding year, has significant liabilities to be discharged and its current ratio also being less than one.

20. The Company has incurred losses in terms of section 198 of the Act for the immediately preceding three financial years. Accordingly, since there were no profits in such years, section 135 of the Act is not applicable. Accordingly, reporting on matters contained in paragraph 3(xx)(a) & (b) are not applicable.

21. The Company has an associate company wherein it holds 49.06% of equity share capital which is included in the consolidated financial statements. However, there were no qualifications or adverse remarks by the respective auditor in the Companies (Auditor's Report) Order (CARO) reports of the associate company. Accordingly, reporting on matters contained in paragraph 3(xxi) of the said Order are not applicable.

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN: 25212013BMLXLT6278

Place: Bengaluru
Date: June 13, 2025

Annexure C referred to in Paragraph 2 (f) under the heading "Report on other legal and regulatory requirements" of our report to the members of ITI Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We were engaged to audit the internal financial controls over financial reporting of ITI Limited ("the Company") as of March 31, 2025, in conjunction with our audit of the SFS of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financialcontrols based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities includethe design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention anddetection of frauds and errors, the accuracy and completeness of the accounting records, andthe timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit conducted in accordance with the Guidance Note and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI.

Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of SFS for external purposes in accordance with generally accepted accountingprinciples. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of SFS in accordance with generally accepted accountingprinciples, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the SFS.

Disclaimer of Opinion

According to the information and explanation given to us, the Company has neither established nor tested its internal financial control over financial reporting on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2025.

For B K Ramadhyani & Co. LLP

Chartered Accountants
FRN: 002878S/ S200021

(Vasuki H S)

Partner
Membership No: 212013
UDIN : 25212013BMLXLT6278

Place: Bengaluru
Date: June 13, 2025

"ANNEXURE D" TO INDEPENDENT AUDITOR'S REPORT

Observations sequel to directions issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013 indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of ITI Limited (Standalone) for the year 2024-25 ('Directions') , which are to the best of our knowledge and relying on the information and explanations given to us:

Sl. No.	Areas Examined	Auditor's Observations
1.	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements	A. The Company has set up two trusts for administration of post retirement benefits of its employees- Provident fund and Gratuity. B. The financial statements of the two trusts for the year have not been furnished to us. C. Management has represented to us that the investments of both the trusts have been recognized at cost and their fair valuation has not been evaluated. D. Accordingly, no comments can be made about the valuation approach, their reasonability, compliance with applicable regulations and whether there are any material deviations/ misstatements.
2.	Whether the company has system in place to process all the accounting transitions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The Company's accounting transactions are maintained on Tally Prime/ IMMS. Transactions relating to maintenance of asset (PPE) records, inventory, payroll, materials management, invoicing and billing are maintained in excel sheets at certain units and are susceptible to unauthorized changes and alterations. We are unable to comment on the integrity of these records maintained in excel or in other software without requisite audit trails/ edit logs. Reference is invited to para 2 of the section 'Basis for disclaimer of opinion' and para 2(j)(vi) of the section on 'Report on legal and regulatory matters'
3.	Whether funds (grants/subsidy etc) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for /utilized as per applicable accounting standards or norms and whether the received funds were utilized as per its term and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	The Company received an aggregate sum of Rs. 4,496.42 lakhs in prior years as grant from the Central Government and has been disclosed in Note 13 to the SFS. We have not received requisite information as to whether this amount has been held in an escrow account/ lien free deposits as at year end, pending utilization. Pending receipt of the grant order received in prior years and the account in which the unutilized funds have been held, we are unable to comment whether the accounting of interest on grants received have been done as per terms and conditions of the grant.
4.	Whether the Company has identified the key Risks areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	Management has represented to us that it has implemented a comprehensive Risk Management Policy to identify, assess, and mitigate key risk areas across the organization and that the framework operates at four levels: 1. URMC - Unit Level Risk Management Committee 2. ERMSC - ERM Steering Committee 3. ERMGC - Enterprise Risk Management Governing Committee or RMC -Risk Management Committee 4. ERM Board Level. However, copies of these policies and the minutes of the meetings of the relevant committees have not been furnished to us and accordingly no comments can be made in respect of matters sought in the Directions.

5.	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	A. Reference is invited to paragraphs 26 and 27 of the section on 'Basis for Disclaimer of Opinion' regarding non-compliance with SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations and certain provisions of the Act. B. Management has not furnished us any details of any mechanisms established by it for monitoring compliance with various applicable rules and regulations (including checklists of regulations to be complied with, their periodicity, person(s) responsible for furnishing them, central coordinator who collects such data from individuals responsible, collates them and ensures their consistency and integrity including their reporting. Accordingly, we are unable to highlight any deviations from the rules and regulations of the authorities detailed in the Directions.

For B.K.RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN:25212013BMLXLT6278

Place: Bengaluru
Date: June 13, 2025

CONSOLIDATED FINANCIAL STATEMENTS

Material Accounting Policies

Corporate Information

India's first Public Sector Unit (PSU) - ITI Ltd ("the Company') was established in 1948. Ever since, as a pioneering venture in the field of telecommunications, it has contributed to 50% of the present national telecom network. With state-of-the-art manufacturing facilities spread across six locations and a countrywide network of marketing/service outlets, the Company offers a complete range of telecom products and total solutions covering the whole spectrum of Switching, Transmission, Access and Subscriber Premises Equipment.

ITI joined the league of world class vendors of Global System for Mobile (GSM) technology with the inauguration of mobile equipment manufacturing facilities at its Mankapur and Rae Bareli Plants in 2005-06. This ushered in a new era of indigenous mobile equipment production in the country. These two facilities supply more than nine million lines per annum to both domestic as well as export markets.

1) Basis of Preparation

The financial statements are prepared and presented in accordance with Generally Accepted Accounting Principles in India (GAAP), on accrual basis of accounting, except as stated herein. GAAP comprises the mandatory Accounting Standards (IND -AS) [as notified under section 133 of the Companies Act, 2013 read Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015] to the extent applicable, provisions of the Companies Act, 2013, which have been consistently applied except where a new Accounting Standard is initially adopted or revision to an existing Accounting Standard requires a change in the Accounting Policy hitherto in use.

Basis of Measurement:

The financial statements have been prepared on a historical cost basis, except for the

following assets and liabilities which are measured at fair value:

a. Derivative financial instruments, if any

b. Financial assets and liabilities that are qualified to be measured at fair value

c. Defined benefit asset/(liability) recognised at the present value of defined benefit obligation less fair value of plan assets.

2) Use of Estimates

The preparation of the financial statements in conformity with the IndAS requires that the management make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue, expenses and disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expenses during the reporting period. Although such estimates are made on a reasonable and prudent basis taking into account all the available information, actual results could differ from the estimates and such differences are recognised in the period in which the results are ascertained.

3) Functional and presentation currency

Financial statements are presented in Indian Rupee (INR) which is the functional and presentation currency of the Company and the currency of the primary economic environment in which the entity operates. All financial information presented in Indian rupees has been rounded to the nearest lakhs except share and per share data.

4) Revenue Recognition

The Company recognises revenue from contracts with customers when it satisfies a performance obligation by transferring promised good or service to a customer. The revenue is recognised to the extent of transaction price allocated to the performance obligation satisfied. Performance obligation is satisfied over time when the transfer of control of asset (good or service) to a customer is done over time and in other cases, performance obligation is satisfied at a point in time. For performance obligation satisfied over time, the revenue recognition is done by measuring the progress towards complete satisfaction of performance obligation. The progress is measured in terms of a proportion of actual cost incurred to-date, to the total estimated cost attributable to the performance obligation.

a) Sale of goods

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when significant risks and reward of ownership have been transferred to the customer as per the terms of sale agreement, neither continuing management involvement nor effective control over the goods is retained, recovery of the consideration is probable, and the amount of cost incurred and the revenue can be measured reliably. Timing of transfer of risks and rewards is evaluated based on Inco-terms of the sales agreement.

b) Ex- Works Contract

When specified goods are unconditionally appropriated to the contract after prior Inspection and acceptance, if required.

c) FOR Contracts

In the case of FOR contracts, sale is recognised when goods are handed over to the carrier for transmission to the buyer after prior inspection and acceptance, if stipulated, and in the case of FOR destination contracts, if there is a reasonable expectation of the goods reaching destination within the accounting period. Revenue is recognised even if goods are retained with the Company at the request of the customer.

d) Bill and Hold Sales

For bill-and-hold transactions, revenue is recognised when the customer takes title, provided that:

i. it is probable that delivery will be made;

ii. the item is on hand, identified and ready for delivery to the buyer at the time when the sale is recognised;

iii. the buyer specifically acknowledges the deferred delivery instructions; the usual payment terms apply

e) Services and Construction contracts

Revenue on time-and-material and unit of work-based contracts, are recognized as the related services are performed. Fixed-price maintenance revenue is recognized rateably either on a straight-line basis when services are performed through an

indefinite number of repetitive acts over a specified period or rateably using a percentage-of completion method when the pattern of benefits from the services rendered to the customer and Company's costs to fulfil the contract is not even through the period of contract because the services are generally discrete in nature and not repetitive. Revenue from other fixed-price, fixed-timeframe contracts, where the performance obligations are satisfied over time is recognized using the percentage-of-completion method. Efforts or costs expended are used to determine progress towards completion as there is a direct relationship between input and productivity. Progress towards completion is measured as the ratio of costs or efforts incurred to date (representing work performed) to the estimated total costs or efforts. Estimates of transaction price and total costs or efforts are continuously monitored over the term of the contracts and are recognized in net profit in the period when these estimates change or when the estimates are revised. Revenues and the estimated total costs or efforts are subject to revision as the contract progresses. When it is probable that contract costs at completion will exceed total contract revenue, the expected loss at completion is recognised immediately as an expense.

Some contracts include multiple performance obligations, such as the supply of systems, equipment etc., and maintenance services. Consideration towards maintenance services is therefore identified and accounted for as a separate performance obligation. Where the contracts include multiple performance obligations, the transaction price will be allocated to each performance obligation based on the stand-alone selling prices. Where these are not directly observable, they are estimated based on expected cost-plus margin.

For other fixed-price contracts, revenue is recognised in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed by reference to the work performed. No revenue is recognised if there is significant uncertainty regarding recovery of the consideration due or if the costs incurred or to be incurred cannot be measured reliably.

f) Interest income

Interest income is recognized using the effective interest rate method.

g) Dividend

Dividend income is recognised when the Company's right to receive dividend is established

h) Rental income

Rental income arising from operating leases is accounted for on a straight-line basis over the lease term unless increases in rentals are in line with the expected inflation or otherwise justified (Fair Value).

i) Duty Drawbacks

Duty drawback claims on exports are accounted on preferring the claims.

j) Other Income

Other Income not specifically stated above is recognised on accrual basis.

5) Property, plant and equipment ('PPE'), Capital Work-in progress

Property, plant and equipment is stated at historical cost less accumulated depreciation and impairment losses if any. Cost comprises of the purchase price and any attributable cost of bringing the PPE to its working condition for its intended use. Borrowing and other attributable costs relating to acquisition of the PPE which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such PPE are ready to be put to use. PPE are eliminated from the financial statements, either on disposal or when retired from such use. When significant parts of PPE are required to be replaced at intervals, the same is recognised as a separate component.

Assets acquired free of cost or received as gift are stated at fair value which is credited to Other Equity at the time of acquisition or receipt less accumulated depreciation and impairment losses.

Capital work-in-progress

Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work-In-Progress.

Income pertaining to construction period such as interest on advance to contractors, sale of tender documents etc., is set off against expenditure during construction.

Expenditure on development of leasehold land is capitalised as Land Development Expenditure and amortised over the lease period or useful, life whichever is lower.

6) Intangible Assets, Intangible Asset under Development

a. Cost of software (which is not an integral part of the related hardware) acquired for internal use and resulting in significant future economic benefits, is recognised as an intangible asset when the same is ready for use. Intangible Assets not yet ready for their intended use as at the Balance Sheet date are classified as "Intangible Assets under Development"

b. Cost of developmental work which is completed, wherever eligible, is recognized as an Intangible Asset.

c. Cost of developmental work under progress, wherever eligible, is classified as "Intangible Assets under Development".

d. Carrying amount includes amount funded by the Company to external agencies towards developmental project(s) and expenditure incurred by the Company towards material cost, employee cost and other direct expenditure.

7) Research and development expenses:

Research expenditure is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technical feasibility has been established, in which case such expenditure is capitalized. Tangible assets used in research and development are capitalized.

Expenditure incurred towards other development activity where the research results or other knowledge is applied for developing new or improved products or processes, are recognised as an Intangible Asset if the recognition criteria specified in Ind AS 38 are met and when the product or process developed is expected to be technically and commercially usable, the Company has sufficient resources to complete development and subsequently use or sell the intangible asset, and the product or process is likely to generate future economic benefits.

8) Impairment of Non-financial assets

At the end of each Balance Sheet date, carrying amount of assets are reviewed, if there is any indication of impairment based on internal/external factors. If the estimated recoverable amount is found to be lower than the carrying amount, then the impairment loss is recognised and assets are written down to the recoverable amount.

9) Depreciation /Amortisation

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Depreciation on additions and deletions to fixed assets during the year is provided on pro-rata basis as under:

a. Depreciation is reckoned in full for the month of addition for the assets commissioned on or before 15th day of a month while no depreciation is reckoned for the month of addition for the assets commissioned after 15th of the month.

b. In respect of assets sold, discarded, damaged or destroyed on or before 15th day of a month no depreciation is reckoned for the month of deletion while for the assets sold, discarded, damaged or destroyed after 15th of the month depreciation is reckoned in full for the month of deletion.

c. Where cost of a part of the asset is significant to the total cost of the asset and useful life of that part is different from the useful life of the remaining asset, useful life of that significant part is determined separately and depreciated on straight line method over its estimated useful life.

d. The Residual values, useful lives and methods of depreciation of PPE are reviewed at each financial year end and adjusted prospectively, if appropriate.

Amortization

Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. Amortization methods and useful lives are reviewed periodically at each financial year end.

In the case of depreciable assets which have been revalued, depreciation is calculated on straight line method on the revalued amount. Incremental depreciation on account of Revaluation is recouped as a credit to the general Reserve, as per the Schedule II of the Companies Act 2013.

Disposal of property, plant and equipment

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised.

Particulars	(Years)
A. (a) Building (other than factory buildings)	60
(b) Factory building	30
(c) Purely temporary erections	3
(d) Building with dwelling units each with plinth area not exceeding 80 sqm.	30
B. Furniture & Fittings	10
C. Plant & Machinery	
(a) General Rate (on double shift basis)	15
(b) Special Rate: - Servers & Networks	6
(c) Data Processing Machines including Computers	3
D. Roads and compound Walls	10
E. Office Machinery and Equipment	5
F. Vehicles	8
G. Assets costing less than Rs.5,000/- are depreciated @ 100%	
However, in respect of assets having original cost of Rs.50,000/- and above, a residual balance of Rs.5/- has been retained in the books.	

10) Leases

A lease is classified at the inception date as a finance lease or an operating lease.

Company as a Lessee

Finance leases are capitalised at lower of fair value and the present value of the minimum lease payments on commencement of the lease. Finance charges are recognised as Finance Costs in the Statement of Profit and Loss. A leased asset is depreciated over the useful life of the asset or lease term, whichever is lower.

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

Company as a lessor

Operating lease income is recognised over the lease term on straight line basis, except when the escalations are due to general inflation or otherwise justified. Contingent rents, if any, are recognised as revenue in the period in which they are earned.

11) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale is capitalised as part of the cost of the asset.

General borrowing costs are capitalised to qualifying assets by applying a capitalisation rate, which is the weighted average of the borrowing costs applicable to the general borrowings outstanding, other than specific borrowings, to the expenditure on that asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds, as also exchange differences to the extent regarded as an adjustment to the borrowing costs.

12) Government Grants

Grants from Government are measured at fair value and initially recognized as Deferred Income.

Amount lying under Deferred Income on account of acquisition of Fixed Assets is transferred to the credit of the Statement of Profit and Loss in proportion to the depreciation charged on the respective assets to the extent attributable to Government Grants utilised for the acquisition.

Amount lying under Deferred Income on account of revenue expenses is transferred to the credit of the Statement of Profit and Loss to the extent of expenditure incurred in the ratio of the funding to the total sanctioned cost, limited to the grant received.

13) Investments in joint venture and associates

Company accounts for its interests in associates and joint ventures at cost or in accordance with Ind AS 109 in the standalone financial statements but in the consolidated Financial statements under equity method.

14) Inventories

Raw materials, components and stores purchased for manufacturing/ production activities are valued at lower of cost and net realizable value, after providing for obsolescence, if any. Cost is calculated on weighted average rate as at the end of the year. Where same items are purchased as also manufactured, manufacturing costs are generally adopted.

Raw materials and production stores with ancillaries and fabricators are valued at lower of cost at the time of such issue and net realizable value, after providing for obsolescence, if any.

Manufactured items in stock and stock-in-trade are valued at lower of cost excluding interest charges, administration overheads & sales overheads and at the net realisable value, after providing for obsolescence, if any.

Precious metals scrap is brought to books at the year end at net realizable value.

15) Work-in-process

a. Work-in-process (production) is valued on the basis of physically verified quantities at lower of cost excluding interest charges, administration & sales overheads and at the net realisable value, after providing for obsolescence, if any.

b. Work-in-process (Installation) is valued at lower of cost as recorded in the work orders and net realizable value, after providing for obsolescence, if any.

16) Tools and Gauges

Expenditure on special purpose tools and fixtures is initially capitalized at cost and then amortized over production on a systematic basis, based on technical assessment.

Loose tools are charged to revenue at the time of issue.

17) Financial assets (Trade Receivables & Other receivables)

Receivables are initially recognized at fair value, which in most cases approximates the nominal value. If there is any subsequent indication that the assets may be impaired, same is reviewed for impairment.

18) Errors and Estimates

The Company revises its accounting policies, if the change is required due to a change in the Ind AS or if the change provides more relevant and reliable information to the users of the financial statements.

A change in an accounting estimate that results in changes in the carrying amounts of recognised assets or liabilities or to statement of Profit or Loss is applied prospectively in the period(s) of change.

Discovery of errors and results in revisions retrospectively by restating the comparative amounts of assets, liabilities and equity of the earliest prior period in which the error is discovered. Opening balances of the earliest period presented are also restated.

19) Income taxes

Income tax comprises of current and deferred income tax

Current income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date. Current tax relating to items recognised directly in equity and not in the Statement of Profit and Loss.

Deferred tax

Deferred tax is provided using the Balance sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

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

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.

20) Warranty Liability

Warranty liability for contractual obligation in respect of equipment sold to customers is accounted for the basis of an annual technical assessment.

21) Foreign currencies

Transactions in foreign currencies are initially recorded by the Company at their respective currency exchange rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency exchange rate at the reporting date.

Differences arising on settlement or translation of monetary items are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the functional currency exchange rate at the dates of the initial transactions.

22) Employee benefits

a. Short-term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

b. Post-employment benefit viz. gratuity and other long-term employee benefits viz. Privilege Leave, Sick Leave and LLTC are recognised as an expense in the Statement of Profit and Loss of the year in which the employee has rendered services. Expense is recognised at the present value of the amounts payable determined using actuarial valuation techniques.

c. Actuarial gains and losses and the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income (OCI). Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in the Statement of Profit and Loss.

d. Expenditure related to voluntary retirement scheme (VRS) is written off in the year of incidence.

e. Eligible employees of the Company receive benefits from a provident fund, which is a defined contribution plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary. The Company remits the contribution to the ITI Employees' Provident Fund Trust. The trust after making a portion of contribution to the government-administered pension fund as per the regulations, invests the remaining funds in specific designated instruments as permitted by appropriate regulations. The rate at which the annual interest is payable to the beneficiaries by the trust is being administered by the government.

23) Provision & Contingent Liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. Expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities and contingent assets are not recognised in the financial statements. However, contingent liabilities unless the possibility of an outflow of resources embodying economic benefits is remote and contingent assets where an inflow of economic benefits is probable are disclosed in the notes.

Onerous Contracts

A provision for onerous contracts is recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract.

Provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract.

Before a provision is established, the Company recognizes any impairment loss on the assets associated with that contract.

24) Fair value measurement

The Company measures certain financial instruments, such as derivatives and other items in its financial statements at fair value at each balance sheet date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

For purposes 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.

25) Investment property

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

26) Financial Instruments

a) Initial recognition and measurement

All financial assets are recognised initially at fair value. In the case of financial assets not recorded at fair value through the Statement of Profit and Loss, transaction costs that are attributable to the acquisition of the financial asset are included in the cost of the asset.

b) Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

i. Debt instruments at amortised cost,

ii. Debt instruments at fair value through other comprehensive income (FVTOCI),

iii. Debt instruments, derivatives and equity instruments at fair value through Profit or Loss (FVTPL),

iv. Equity instruments (other than investments in associates – which is carried at cost) measured at fair value through other comprehensive income (FVTOCI).

Derecognition

A financial asset or part of a financial asset is derecognised when the rights to receive cash flows from the asset has expired.

Embedded derivative

Embedded derivative, if required, is separated from host contract and measured at fair value.

27) Forward Contracts

The Company uses derivative financial instruments such as forward currency contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

28) Cash and cash equivalents

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash, which are subject to an insignificant risk of change in value.

Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet.

29) Impairment of financial assets

In accordance with Ind AS 109, the Company applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on financial assets with credit risk exposure.

a. Time barred dues from the Government / Government Departments / Government Companies are generally not considered as increase in credit risk of such financial asset.

b. Where dues are disputed in legal proceedings, provision is made if any decision is given against the Company even if the same is taken up on appeal to higher authorities / courts.

c. In case of dues outstanding for a significant period of time, on a case to case basis

ECL impairment loss allowance (or reversal) recognized during the period is recognized as expense/ (income) in the Statement of Profit and Loss. This amount is reflected in a separate line in Profit and Loss Statement as an impairment gain or loss.

30) Financial Liabilities

a) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, at fair value through Profit and Loss as loans, borrowings, payables, or derivatives, as appropriate.

Loans, borrowings and payables, are stated net of transaction costs that are directly attributable.

b) Subsequent measurement

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

i. Financial liabilities at fair value through profit or loss.

ii. Financial liabilities at fair value through Profit or Loss include financial liabilities designated upon initial recognition as at fair value through profit or loss. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by IndAS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

c) Loans and borrowings

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

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

d) Trade and other payables

Liabilities are recognised for amounts to be paid in future for goods or services received, whether billed by the supplier or not.

31) Reclassification of Financial Instruments

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. If the Company reclassifies financial assets, it applies the reclassification prospectively.

32) Offsetting of financial instruments

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

33) Cash dividend and non-cash distribution to equity shareholders

The Company recognises a liability to make cash or non-cash distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company.

34) Earnings per share

Basic earnings per share are 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. 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 are adjusted for the effects of all dilutive potential equity shares.

35) Events after the reporting period

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The financial statements are adjusted for such events before authorisation for issue.

Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted but disclosed.

36) Consolidation

ITI has invested in 49.06% of Equity Share Capital of its Joint Venture "India Satcom Limited" for the cost of ₹40.55 lakhs.

According to Ind AS 28, the consolidation of interest in joint ventures can be done by using "Equity Method".

37) Recent Accounting Pronouncements

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as below:

Ind AS 1, Presentation of Financial Statements – This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies.

Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors – This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates.

Ind AS 12, Income Taxes – This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences.

The Company does not expect the impact of these amendments to be material.

38) Standards Issued but not yet Effective

None

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S	**Y Sathyan**	**Rajeev Srivastava**	**Rajesh Rai**
Partner	Company Secretary	Director Finance & CFO	Chairman & Managing Director
M.No.212013	CS No. A26464	DIN:08921307	DIN:10052045

Place: Bengaluru
Date : May 27, 2025

Consolidated Balance Sheet as at March 31, 2025

₹ in Lakhs

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
I. ASSETS			
(1) Non-current assets			
(a) Property, Plant & Equipment	1	2,52,234.63	2,66,382.80
(b) Capital work-in-progress	2	1,852.44	14,228.25
(c) Investment Property	3	18,746.49	6,814.25
(d) Goodwill		0.00	0.00
(e) Other Intangible assets	3(a)	0.00	0.00
(f) Intangible assets under development		0.00	0.00
(g) Biological Assets other than bearer plants		0.00	0.00
(h) Financial Assets			
(i) Investments	4(a)	5,354.71	3,528.40
(ii) Trade receivables	4(b)	11,042.45	11,528.53
(iii) Loans	4(c)	0.00	0.00
(iv) Others	4(d)	3,057.99	136.45
(i) Deferred tax assets (net)		0.00	0.00
(j) Other non current assets	5	4,199.98	4,002.91
TOTAL		**2,96,488.69**	**3,06,621.59**
(2) Current assets			
(a) Inventories	6	23,138.74	22,220.12
(b) Financial Assets			
(i) Investments		0.00	0.00
(ii) Trade receivables	7	3,99,055.13	2,45,532.84
(iii) Cash and cash equivalents	8(a)	14,865.94	11,826.86
(iv) Bank Balances other than (iii) above	8(b)	27,344.42	71,749.64
(v) Loans	9(a)	46,328.31	35,895.96
(vi) Others	9(b)	1,93,279.37	2,24,746.43
(c) Current Tax Assets (Net)		0.00	0.00
(d) Other current assets	10	39,729.31	41,146.63
TOTAL		**7,43,741.22**	**6,53,118.48**
GRAND TOTAL		**10,40,229.91**	**9,59,740.07**
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	11	96,088.69	96,088.69
(b) Other Equity	12	66,368.94	82,348.98
TOTAL		**1,62,457.63**	**1,78,437.67**
LIABILITIES			
(1) Non-Current Liabilities			
(a) Government Grants Unutilised	13	4,496.42	4,496.42
(b) Financial Liabilities			
(i) Borrowings	14(a)	6,005.40	12,005.40
(ia) Lease Liabilities	14(b)	13.95	59.66
(ii) Trade Payables	14(c)		
(A) total outstanding dues of micro enterprises & small enterprises		0.00	0.00
(B) total outstanding dues of creditors other than			

Consolidated Balance Sheet as at March 31, 2025 Contd...

₹ in Lakhs

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
micro enterprises and small enterprises.		7,053.67	10,912.05
(iii) Others	14(d)	6,546.75	6,767.82
(c) Provisions	15	3,871.86	4,456.12
(d) Deferred Tax Liabilities (net)		0.00	0.00
(e) Other Non current Liabilities	16	0.00	0.00
TOTAL		**27,988.05**	**38,697.47**
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17(a)	1,42,061.35	1,68,064.38
(ia) Lease Liabilities	17(b)	0.00	0.00
(ii) Trade payables	17(c)		
(A) total outstanding dues of micro enterprises & small enterprises		463.95	111.25
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.		3,26,561.49	1,57,876.03
(iv) Others	18	1,23,987.93	1,36,636.62
(b) Other current liabilities	19	2,42,158.56	2,63,313.10
(c) Provisions	20	14,550.95	16,603.56
(d) Current Tax Liabilities	21	0.00	0.00
TOTAL		**8,49,784.23**	**7,42,604.94**
GRAND TOTAL		**10,40,229.91**	**9,59,740.07**

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date

For **B.K. Ramadhyani & Co.LLP**
Chartered Accountants
Firm Reg No.: 002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013

Place: Bengaluru
Date: June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464

Place: Bengaluru
Date: May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Statement of Consolidated Changes In Equity

₹ in Lakhs

A. Equity Share Capital

Particulars	2024-25	2023-24
Balance at the beginning of the year	**96,088.70**	**94,957.74**
Changes in Equity Share Capital due to prior period errors	0.00	0.00
Restated balance at the beginning of the current reporting period	0.00	0.00
Changes in equity share capital during the current year		**1,130.96**
Balance as at end of the year	**96,088.70**	**96,088.70**

B. Other Equity

Particulars	Share application money pending allotment	Reserves and Surplus						Reval-uation Surplus	Other items of Other Compre-hensive Income	Total
		Capital Reserve	Securities Premium	OCI-Remeasurement of DBP	Other Reserves	General Reserve	Retained Earnings			
Balance as at April 01, 2024	**-**	**3,05,827.30**	**44,799.33**	**559.83**	**10.29**	**2,35,316.61**	**-5,04,164.38**	**0.00**	**0.00**	**82,348.98**
Any other adjustments							0.63			0.63
Transfer from General Reserve							89.87			89.87
Transfer to retained earnings						-89.87	-21,489.04			-21,578.91
Transfer to OCI				-391.63						-391.63
Equity investment received during the year (Refer foot note 1)	5,900.00									5,900.00
Balance as at March 31, 2025	**5,900.00**	**3,05,827.30**	**44,799.33**	**168.20**	**10.29**	**2,35,226.74**	**-5,25,562.92**	**0.00**	**0.00**	**66,368.94**
Balance as at April 01, 2023	**10,700.00**	**3,05,827.30**	**35,230.29**	**2,680.34**	**10.29**	**2,35,316.61**	**-4,47,275.77**	**0.00**	**0.00**	**1,42,489.06**
Any other adjustments (Refer foot note 2)							3.39			3.39
Transfer to OCI				-2,120.51						-2,120.51
Transfer to retained earnings							-56,892.00			-56,892.00
Transfer to Securities Premium			9,569.04							9,569.04
Equity investment received during the year (Refer foot note 1)	-10,700.00									-10,700.00
Balance as at March 31, 2024	**0.00**	**3,05,827.30**	**44,799.33**	**559.83**	**10.29**	**2,35,316.61**	**-5,04,164.38**	**0.00**	**0.00**	**82,348.98**

*** Note:**

1. Under the Rehabilitation Scheme approved by CCEA for the revival of ITI Limited sanctioned upon the Company being declared as a Sick Company as per provisions of Sick Industrial Companies Act (SICA), 1985, financial assistance of ₹ 415679 lakhs was sanctioned in February 2014. As part of the revival scheme, capital grant received during FY 2022-23 of Rs. 10,700 lakhs for which the company has issued shares of 11309586 Equity Shares @ ₹ 94.61 each, Face Value of ₹ 10/- each to President of India on May 11, 2023. Company also received Rs. 5,900 lakhs towards investment in equity which is currently disclosed as 'Share application money pending allotment'. The Company has considered and approved the issue of shares to the President of India on a preferential basis in its Board Meeting held on May 27, 2025.
2. Retained earnings pertaining to March 31, 2024 is adjusted as per the books of accounts.

Details of types of Other Equity:

i) **General Reserve:**
The general reserve is a free reserve which is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

ii) **Security Premium:**
Securities premium is used to record the premium on issue of shares.

iii) **Capital Reserve:**
These amounts represent certain free land gifted to the company and certain capital grants received by the Company in the prior years.

iv) **Share application money pending allotment**
These amounts represents the equity invested by the shareholders which are pending allotment of shares

v) **Retained Earnings:**
It comprises of the accumulated profits/(loss) of the Company.

As per our report of even date

For **B.K. Ramadhyani & Co.LLP**
Chartered Accountants
Firm Reg No.: 002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S	**Y Sathyan**	**Rajeev Srivastava**	**Rajesh Rai**
Partner	Company Secretary	Director Finance & CFO	Chairman & Managing Director
M.No.212013	CS No. A26464	DIN:08921307	DIN:10052045

Place: Bengaluru
Date: June 13, 2025

Place: Bengaluru
Date: May 27, 2025

Consolidated Profit and Loss for the year ended March 31, 2025

₹ in Lakhs

Particulars	Note No.	For the year ended March 31, 2025	For the year ended March 31, 2024
INCOME			
I. Revenue from operations	22	3,61,642.11	1,26,363.21
II. Other Income	23	8,519.99	4,449.81
III. Total revenue(I+II)		**3,70,162.10**	**1,30,813.02**
IV. EXPENSES:			
Cost of materials consumed	24	10,671.83	6,927.47
Purchase of Stock-in-Trade	25(a)	2,34,634.25	35,398.53
Installation & Maintenance Charges	25(b)	96,246.80	73,522.75
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	26	(2,505.07)	2,525.62
Employee benefit expense	27	19,185.36	23,187.27
Finance costs	28	22,430.35	24,086.29
Depreciation and amortization expenses	29	6,920.27	5,312.26
Other expenses	30	9,397.28	16,758.96
Total Expenses		**3,96,981.07**	**1,87,719.15**
V. Profit/(Loss) before exceptional items and tax (III-IV)		**(26,818.97)**	**(56,906.13)**
Share of net Profit of associates and joint ventures accounted for using the Equity Method		**1,826.31**	**14.13**
VI. Exceptional Items	31(53)		
(i) Income		12,129.09	0.00
(ii) Expenses		8,625.47	0.00
Total Exceptional intems		**3,503.62**	**0.00**
VII. Profit/(Loss) before tax (V + VI)		**(21,489.04)**	**(56,892.00)**
VIII. Tax expense:			
(1) Current tax		0.00	0.00
(2) Deferred tax		0.00	0.00
IX. **Profit/(Loss) for the period from continuing operations (VII-VIII)**		**(21,489.04)**	**(56,892.00)**
X. Profit/(Loss) from discontinuing operations		0.00	0.00
XI. Tax expense on discontinuing operations		0.00	0.00
XII. Profit/(Loss) from Discontinuing operations (X - XI)		0.00	0.00
XIII. Profit(Loss) for the period (IX+XII)		**(21,489.04)**	**(56,892.00)**
XIV. Other Comprehensive Income			
A. (i) Items that will not be reclassifled to proflt or loss			
Remeasurements of Defined Benefit Plans		(391.63)	(2,120.51)
Change in Fair Value of Equity instrument through OCI		0.00	0.00
B. (i) Items that will be reclassified to profit or loss		0.00	0.00
XV. Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)		**(21,880.67)**	**(59,012.51)**

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date

For **B.K. Ramadhyani & Co.LLP**
Chartered Accountants
Firm Reg No.: 002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013

Y Sathyan
Company Secretary
CS No. A26464

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Place: Bengaluru
Date: June 13, 2025

Place: Bengaluru
Date: May 27, 2025

Consolidated Cash Flow Statement for the year ended March 31, 2025

₹ in Lakhs

Particulars	For the year ended March 31,2025		For the year ended March 31, 2024	
	Rs.	Rs.	Rs.	Rs.
Cash flows from operating activities				
Net profit before taxation, and extraordinary item		**(21,489.04)**		(56,892.00)
Adjustments for :				
Interest income	**(2,723.88)**		(291.66)	
Profit on sale of asset/written off asset	**0.00**		(48.11)	
Profit on sale of investments	**(12,129.09)**		0.00	
Provision	**(2,636.85)**		0.00	
Depreciation	**6,920.27**		5,312.25	
IndAS adjustment	**(391.63)**		(2,120.51)	
Interest expense	**22,430.35**		24,138.84	
Loss on sale of asset/written off asset	**0.00**		114.83	
Bad debts written off	**(80.84)**		0.00	
Foreign exchange loss	**0.00**		1,541.94	
		11,387.33		28,646.58
Operating profit before working capital changes		**(10,101.71)**		(28,245.42)
(Increase)/ decrease in sundry debtors	**(152,955.37)**		45,587.88	
(Increase)/decrease in inventories	**(918.63)**		2,299.57	
(Increase)/ decrease in other current assets	**19,333.07**		0.00	
Increase/(decrease) in sundry creditors	**165,179.78**		77,739.04	
Increase/ (decrease) in other current liabilities	**(34,068.01)**		0.00	
Cash generated from operations		**(3,429.16)**		125,627.49
Income taxes paid/(Refund)	**0.00**		0.00	
Net cash from operating activities after income tax		**(13,530.87)**		97,382.07
Cash flows from investing activities				
Purchase of fixed assets	**(1,586.79)**		(3,756.69)	
Proceeds from sale of fixed assets	**21,387.34**		48.11	
Interest received	**2,723.88**		291.66	
Investment made	**42,578.90**		(14.13)	
Proceeds from maturity/deposits of other bank balances	**0.00**		(50,867.09)	
Net cash from investing activities		**65,103.33**		(54,298.14)
Cash flows from financing activities				
Proceeds from issuance of share capital	**5,900.00**		0.00	
Proceeds from short-term borrowings	**0.00**		(8,052.66)	
Repayment of long-term borrowings	**(32,003.03)**		0.00	
Interest paid	**(22,430.35)**		(24,138.84)	
Adjustment with Surplus			(1.35)	
Net cash from financing activities		**(48,533.38)**		(32,192.85)
Net increase in cash and cash equivalents		**3,039.08**		10,891.08
Cash and cash equivalents at beginning of period		**11,826.86**		935.78
Cash and cash equivalents at end of period		**14,865.94**		11,826.86

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date

For **B.K. Ramadhyani & Co.LLP**
Chartered Accountants
Firm Reg No.: 002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013

Y Sathyan
Company Secretary
CS No. A26464

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

Place: Bengaluru
Date: June 13, 2025

Place: Bengaluru
Date: May 27, 2025

Notes to the Financial Statements

Note No.1

Property, Plant & Equipment

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at March 31, 2025
	GROSS AMOUNT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL March 31, 2025	ACCUMU-LATED DEP. April 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL March 31, 2025	
LAND:												
-FREE HOLD	2,20,890.10	-	21,199.26		-	1,99,690.84	-	-	-	-	-	1,99,690.84
-LEASE HOLD	777.13	-	-		-	777.13	2.16	0.27	-	-	2.43	774.70
ASSETS GIVEN ON LEASE	-	-	-		-	-	-	-	-	-	-	-
LAND DEVELOPMENT	-	-	-		-	-	-	-	-	-	-	-
BUILDING	15,013.00	7,377.98	-		-	22,390.98	5,814.00	847.36	0.64	-	6,660.72	15,730.26
PLANT& MACHINERY	50,923.24	5,209.49	-		-	56,132.73	20,458.92	4,490.17	-	-	24,949.09	31,183.64
OTHER EQUIPMENT	7,434.86	430.65	-		-	7,865.51	2,780.95	655.58	-	-	3,436.53	4,428.97
OFFICE M/C & EQPT	626.41	302.40			55.90	872.91	422.89	162.74	-	-	585.63	287.28
FURNITURE FIXTURE & FITTINGS	129.28	5.59	-		-	134.87	70.64	13.05	-	-	83.69	51.18
VEHICLES	172.46	-	-		-	172.46	117.23	16.69	-	-	133.92	38.54
ELECTRICAL INSTALLATION	50.80	-	-		-	50.80	3.39	10.16	-	-	13.55	37.25
RIGHT OF USE (CAR LEASE)	102.03	-	22.32		-	79.71	66.32	15.94	-	-14.51	67.75	11.96
TOTAL	**2,96,119.31**	**13,326.11**	**21,221.58**	**-**	**55.90**	**2,88,167.93**	**29,736.50**	**6,211.96**	**0.64**	**-14.51**	**35,933.31**	**2,52,234.63**

Notes to the Financial Statements

Note No.1

Property, Plant & Equipment

₹ in Lakhs

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at March 31, 2024
	GROSS AMOUNT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL March 31, 2024	ACCUMU-LATED DEP. April 01, 2023	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL March 31, 2024	
LAND:												
-FREE HOLD	2,20,890.10	-	-	-	-	2,20,890.10	-	-	-	-	-	2,20,890.10
-LEASE HOLD	777.13	-	-	-	-	777.13	1.89	0.27	-	-	2.16	774.97
ASSETS GIVEN ON LEASE	-	-	-	-	-	-	-	-	-	-	-	-
LAND DEVELOPMENT	-	-	-	-	-	-	-	-	-	-	-	-
BUILDING	14,967.80	55.32	-	-	-10.12	15,013.00	5,110.36	704.99	-	-1.35	5,814.00	9,199.00
PLANT& MACHINERY	50,714.07	1,880.15	1,670.98	-	-	50,923.24	18,283.50	3,846.38	1,670.96	-	20,458.92	30,464.32
OTHER EQUIPMENT	6,195.47	1,246.31	6.92	-	-	7,434.86	2,156.27	628.37	3.69	-	2,780.95	4,653.90
OFFICE M/C & EQPT	555.78	67.84	0.79	-	3.58	626.41	347.16	72.93	0.79	3.59	422.89	203.52
FURNITURE FIXTURE & FITTINGS	114.70	14.58	-	-	-	129.28	60.45	10.19	-	-	70.64	58.64
VEHICLES	175.80	-	3.34	-	-	172.46	103.99	16.58	3.34	-	117.23	55.23
ELECTRICAL INSTALLATION	29.49	21.31	-	-	-	50.80	-	3.39	-	-	3.39	47.41
RIGHT OF USE (CAR LEASE)	102.03	-	-	-	-	102.03	45.91	20.41	-	-	66.32	35.71
TOTAL	**2,94,522.37**	**3,285.50**	**1,682.03**	**-**	**-6.54**	**2,96,119.30**	**26,109.53**	**5,303.51**	**1,678.78**	**2.24**	**29,736.50**	**2,66,382.80**

Notes:

1. There is a charge of Rs. 7 lakhs on 400 D type and 624 E type quarters in favour of Govt. of Karnataka towards subsidy received in terms of Subsidised Industrial housing Scheme.
2. Factory building is on the lease land,measuring 30 kanals for which extension for lease is under process with J&K Government.
3. There is a charge on title of property, plant and equipment, and other assets of the Company in favour of various lenders for an aggregate amount of Rs. 3,60,150.50 lakhs as these assets are pledged as security for liabilities.
4. Non Availability of Title Deeds

   Mankapur: Out of 191.03 acres of land purchased from private owners, title deed for 41.77 acres land are not available with the management.

   Naini: ITI Complex land (174.69 acres) was handed over by District Industrial Officer in 1969. The title deed of this land is still not transferred in the name of the Company.

   Palakkad: Land measuring 77 acres valueing Rs.6,090.31 lakhs has been resumed by Government of Kerala and is under adjudication before Apex Court.

   Raebareli: Transfer of title of 196.37 acres of land (factory area) valuing Rs.11620 Lakhs (Appx) acquired against Gazette No 10574(1). SHA.U/18.II.666/Bha-72 dted 09.01.1973 pertaining to Villages Ballapur, Chhajlapur & Malikmau Aima, Raebareli transfereed by Industries Department, Raebareli dated 12.11.1973 is pending due to non submission of proof of compensation paid by ITI Limited to the land owners at the time of land acquirement.
5. Company is in process of reconciling the land (Freehold/leasehold) records held with the records maintained by the Civil Engineering Department ('Civil') and by other units. An appropriate coding/ cross-referencing system is in the process of development to enable proper correlation between records.
6. The Company was mandated to construct NIFT Building for which M/s. TCIL, (A Government of India Undertaking) was engaged as PMC and the entire construction was given to TCIL. As on March 31, 2024, the entire building was constructed and handed over to NIFT but TCIL had not issued completion certificate for want of certain documents from Local Development Authority. The Company referred this matter to the administrative mechanism for resolving the same on priority. As on March 31, 2025, based on the receipt of completion certificate & certain other documents, the entire CWIP pertaining to NIFT building of Rs.6,582.06 (in Lakh) was capitalized & provision for depreciation has been made in the books for the current year.
7. The Company has captialized from CWIP to PPE amounting to Rs. 5,035.08 lakhs pertaining to data centre and other assets pertaining to the Bengaluru plant of the Company.
8. The deletion amount in land includes Rs. 11,941 lakhs which is reclassified as Investment Property during the year.
9. The Company has recognized the sale of a portion of its land and an old building at Electronic City Bengaluru to Centre for Development of Telematics ('C-Dot') at an agreed consideration of Rs. 20,000 lakhs and the consequent profit on sale thereof recognised amounting to Rs.10,919 lakhs, pursuant to an agreement to sell entered by the Company dated February 17, 2025, based on approvals from Department of Telecommunications, Government of India for such sale. The sale deed in the respect of the above transaction was not executed as at the year end due to certain pending approvals regarding demarcation of the relevant property by the Karnataka Industrial Areas Development Board ('KIADB') as at March 31, 2025 and subsequent confirmation of demarcation by Electronic City Industrial Township Authority. The Company believes these pending approvals and execution of sale deed is procedural in nature.
10. BBMP has utilized certain property in Bengaluru (in the books of Bengaluru Plant) measuring 1,594.28 sq meters for the formation of the storm water drain. BBMP agreed to pay a compensation of Rs.1,387.34 lakhs. Consequently, Rs 1210.08 lakhs has been recognised as surplus on acquisition of land and a cost of Rs. 177.26 lakhs has been depleted from the asset records.
11. Company is in the process of reconciling/recomputing the gross block and depreciation block details as per the respective asset registers maintained across all units/corporate office.

Notes to the Financial Statements

Note No. 3

Investment Property

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at March 31, 2025
	GROSS AMOUNT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL March 31, 2025	ACCUMU-LATED DEP. April 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL March 31, 2025	
LAND	6,497.55	11,941.00	-		-	18,438.55	-	-	-	-	-	18,438.55
BUILDING	372.86	-	-		-	372.86	56.16	8.76	-	-	64.92	307.94
TOTAL	6,870.41	11,941.00	-	-	-	18,811.41	56.16	8.76	-	-	64.92	18,746.49

Investment Property

₹ in Lakhs

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at March 31, 2024
	GROSS AMOUNT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL March 31, 2024	ACCUMU-LATED DEP. April 01, 2023	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL March 31, 2024	
LAND	6,497.55	-	-	-	-	6,497.55	-	-	-	-	-	6,497.55
BUILDING	372.86	-	-	-	-	372.86	47.40	8.76	-	-	56.16	316.70
TOTAL	6,870.41	-	-	-	-	6,870.41	47.40	8.76	-	-	56.16	6,814.25

Notes:

1 (a) Land measuring 4653.75 sq.metres has been leased to Department of Telecommunications ('DoT') for a period of 99 years commencing from October 03,1983.

(b) Formal conveyance/lease deeds in respect of land (excepting part of lands at Bengaluru & Mankapur) are yet to be executed by the respective State Governments.

(c) Land measuring 1256.86 Sq. metres has been leased to DoT for a period of 99 years commencing from July 10,1991.

(d) 3 acres of land is leased to State Government for construction of Mini-Vidhana Soudha for a period of 99 years commencing from March 1994.

2 (a) BSNL Telephone Exchange having area of 0.5733 acres of land

(b) HPCL Petrol bunk, ITI Colony having area of 0.2222 acres of land

(d) EPFO, F-28 Bldg. having area of 0.6069 acres of land

(e) Thumby Aviation [Halipad - EC Plant] having area of 0.9182 acres of land

(f) Embassy Services Pvt. Ltd. having area of Land and Building 0.776 acres and 6300 Sq.meters respectively.

3. Investment property Land area of 31.3 acres was reclasssed PPE amounting to Rs. 11,941 Lakhs (Bengaluru Plant) during the year.

4. The Company is in the process of engaging the registered valuer for obtaining the fair values of various investment properties and hence the disclosure of this information could not be given.

5. Bruhat Benguluru Mahanagara Palike (BBMP) constructed road in ITI land in Krishnarajapuram without permission of ITI which is used by general public despite the stay order from High court of Karnataka.

6. Karnataka Power Transmission Corporation Limited is using 5 Acres of Land and no lease agreement has been entered for the same.

7. Land proposed to be leased to Bengaluru Metropolitan Transport Corporation, BMTC, measuring 12.15 acres is in possession of the BMTC. Pending Government of India approval for the lease, lease terms and agreement yet to be finalised. Lease rental will be recognised on finalisation of the terms. An amount of Rs.285 lakhs received earlier from the BMTC under an agreement to sell is held under deposits.

8. Lease agreement with ESIC has expired in the month of July 2016 and renewal lease agreement has not been entered, as the revised lease rent is not settled with ESIC. Further, the Company is in the process of identifying, reviewing and renewing all the lease agreements expired, where the Company is a lessor.

9. Southern Railways were paying rent for 1.83 acres of land used as access road to their facilities, without any written lease agreement till June 1990. However, since the approach road was being used by the public and the residents of the locality, Southern Railways stopped paying rent. Presently, the land is used by the public as right of way.

Notes to the Financial Statements

Note No.3 (a)

Other Intangible assets:

₹ in Lakhs

As at March 31, 2025

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2025
	GROSS AMOUNT AS AT April 01, 2024	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2025	ACCU-MULATED DEP AS AT APRIL 01, 2024	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2025	
Computer software	-	644.30	-		55.90	700.20	-	700.20	-	-	700.20	0

Note:

1.Intangible asset were captilized during the year amounting to Rs. 700 lakhs, Company completely depreciated the said amount as there was no future economic benefits.

Other Intangible assets:

₹ in Lakhs

As at March 31, 2024

PARTICULARS	GROSS BLOCK						DEPRECIATION					Net Carrying Value as at MARCH 31, 2024
	GROSS AMOUNT AS AT April 01, 2023	ADDITIONS	DELETION	Amount of change due to revaluation (if revaluation is more than 10% of the aggregare net carrying amount)	ADJUST-MENTS	TOTAL AS AT March 31, 2024	ACCU-MULATED DEP AS AT APRIL 01, 2023	FOR THE PERIOD	DELETION	ADJUST-MENTS	TOTAL AS AT MARCH 31, 2024	
Computer software	-	-	-	-	-	-	-	-	-	-	-	-

Notes to the Financial Statements

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE No. 2		
VI. CAPITAL WORK-IN-PROGRESS		
Capital Work-in-Progress at Cost	151.71	6,968.82
Less: Provision	0.00	0.00
TOTAL	**151.71**	**6,968.82**
Machinery at Cost		
In-Transit	7.41	7.41
Awaiting Acceptance / Installation	1,699.32	7,258.02
TOTAL	**1,706.73**	**7,265.43**
Less: Provision	- 6.00	- 6.00
TOTAL	**1,700.73**	**7,259.43**
GRAND TOTAL	**1,852.44**	**14,228.25**

Capital Work in Progress Ageing Schedule as at March 31, 2025

Particulars	Less than1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2025
Projects in progress	73.86	0.00	61.99	11.43	147.28
Projects temporarily suspended*	0.00	0.00	0.00	0.00	0.00
Machinery at cost- In Transit, Awaiting acceptance/Installation	168.42	284.37	337.60	914.77	1,705.16
Total	**242.28**	**284.37**	**399.59**	**926.20**	**1,852.44**

Capital Work in Progress Ageing Schedule as at March 31, 2024

Particulars	Less than1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2024
Projects in progress	310.48	14.65	50.20	6,593.48	6,968.82
Projects temporarily suspended*	0.00	0.00	0.00	0.00	0.00
Machinery at cost- In Transit, Awaiting acceptance/Installation	0.00	762.82	853.72	5,642.89	7,259.43
Total	**310.48**	**777.47**	**903.92**	**12,236.37**	**14,228.25**

NOTE :

1. The Company has captialized from CWIP to PPE amounting to Rs. 5,035.08 lakhs pertaining to Data centre and other assets (BGP) and NIFT building of Rs.6,582.06 Lakhs.

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 4 (a)		
NON- CURRENT FINANCIAL ASSETS-INVESTMENTS		
Investment in Equity instruments Fully Paid at Cost (unquoted) 16,21,800 Equity Shares of ₹10/- each fully paid up in India Satcom Limited	3,528.40	3,514.27
Change in Fair value during the year	1,826.31	14.13
TOTAL	**5,354.71**	**3,528.40**

As per IND AS 27 Separate Financial Statements, Investment in Joint Ventures is being carried at cost in the Standalone Financial Statements.

Calculation of Change in fair value of equity instruments in Indian Satcom Limited (49.06%)

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
Total Assets of India Satcom Limited	21,304.43	12,056.60
Less: Total Outside Liabilities of India Satcom Limited	10,389.81	4,864.59
Net Worth (100%)	10,914.62	7,192.01
Share of ITI (49.06%)/Closing Balance	5,354.71	3,528.40
Less:Opening Balance	3,528.40	3,514.27
Change in Fair value during the year	1,826.31	14.13

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 4 (b)		
NON-CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES		
Trade Receivable Considered Good - UnSecured	11,042.45	11,528.53
Less: Allowance for Bad and doubtful debts	-	-
TOTAL	**11,042.45**	**11,528.53**

Note:
As per Ind AS 109, the receivables in the Company should be put to impairment test using the expected credit loss model. Ind AS 109 allows the use of practical expedients when measuring expected credit loss on trade receivables, and states that a provision matrix is a example of such an expedient. Majority of trade receivables originate from Government owned entities, which are not exposed to high risk, the Company is making specific provisions based on case to case reviews and approved by Board. Whereas, for other customers, provision is determined using expected credit loss model on case to case basis.

Trade Receivables ageing schedule as on 31.03.2025

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2025
(i) Undisputed Trade receivables – considered good	1,785.89	1,531.38	2,082.34	2,245.69	3,397.15	11,042.45
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	**1,785.89**	**1,531.38**	**2,082.34**	**2,245.69**	**3,397.15**	**11,042.45**

Trade Receivables ageing schedule as on 31.03.2024

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2024
(i) Undisputed Trade receivables – considered good	-	-	1,440.54	5,318.09	4,769.90	11,528.53
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**0.00**	**0.00**	**1,440.54**	**5,318.09**	**4,769.90**	**11,528.53**

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 4(c)		
NON CURRENT FINANCIAL ASSETS - LOANS		
Loans Receivables considered good- Secured		
Loans & Advances	0.00	0.00
Others	0.00	0.00
	0.00	**0.00**
Less: Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
Loans Receivables considered good- UnSecured		
Loans & Advances	0.00	0.00
Deposits	0.00	0.00
Loans & Advances to related parties	0.00	0.00
Others	0.00	0.00
	0.00	**0.00**
Less : Provision	0.00	0.00
TOTAL	0.00	0.00
Loans Receivables which have significant increase in Credit Risk	**0.00**	**0.00**
Less : Provision	0.00	0.00
TOTAL	0.00	0.00
Loans Receivables – credit impaired	0.00	0.00
Less : Provision	0.00	0.00
TOTAL	0.00	0.00
GRAND TOTAL	0.00	0.00
NOTE NO. 4(d)		
NON CURRENT FINANCIAL ASSETS OTHERS		
(i) Security Deposits	114.71	133.45
(ii) Bank Deposit - More than 12 months maturity	2,943.28	3.00
(iii) Others	0.00	0.00
GRAND TOTAL	**3,057.99**	**136.45**
NOTE NO. 5		
OTHER NON CURRENT ASSETS		
(i) Capital Advances	1.62	1.62
Less: Provision	-1.10	-1.10
TOTAL	**0.52**	**0.52**
(ii) Advances other than Capital advances		
Margin money	0.00	0.00
Less: Provision	0.00	0.00
TOTAL	**0.00**	**0.00**
(iii) Others	4,199.46	4,002.39
Less: Provision	0.00	0.00
TOTAL	**4,199.46**	**4,002.39**
GRAND TOTAL	**4,199.98**	**4,002.91**

Note :

a) Other Non Current Asset - Others - includes ₹ 1049.41 lakhs due from M/s. Himachal Futuristic Communications limited towards liquidated damages. The Company has filed a legal case and the matter is pending before Delhi High Court and the hearing was on September 04, 2024 and was adjourned to July 23, 2025.

b) Other Non Current Asset - Others - includes Compensation amount of ₹ 2,908.01 lakhs receivable by the Company from South Western Railways (SWR) towards sale of land of 1,320 sqm at K.R.Puram, Bengaluru. The Company accounted the compensation amount in the accounts for the year 2020-21 as per the rate fixed by the Special Land Acquisition Officer (SLAO), Bengaluru. Further, SWR communicated in meeting dated March 15, 2023, the guideline value of the above land ₹ 1,172.16 Lakhs given by the Sub-Registrar K.R. Puram vide letter dated March 14, 2023. Further ITI Officials met KIADB, SWR officials & SLAO during April 2025 for the payment of above said compensation amount. The SLAO has moved the file recently(Apr 2025) to District Collector to expediate the process.

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 6		
INVENTORIES		
a) Raw material and Production stores	8,994.22	10,166.61
Less: Provision for Obsolescence	-1,826.81	-1,895.22
	7,167.41	**8,271.39**
b) Material issued against Fabrication Contracts held by vendors	96.91	96.91
Less: Provision	-95.47	-95.47
	1.44	**1.44**
c) Non-Production Stores	802.92	821.85
Less: Provision for Obsolescence	-116.28	-116.28
	686.64	**705.57**
d) Work-in-Process Production	6,862.69	5,940.16
Less: Provision	-575.42	-575.42
	6,287.27	**5,364.74**
e) Work-in-Process Installation	0.00	16.08
Less: Provision	0.00	0.00
	0.00	**16.08**
f) Manufactured Components	4,399.54	4,411.21
Less: Provision	-406.53	-213.48
	3,993.01	**4,197.73**
g) Finished Goods Stock-in-Trade	5,830.54	4,295.46
Less: Provision	-1,049.23	-1,054.90
	4,781.31	**3,240.56**
h) Stock Reconciliation Account	19.47	19.47
Less: Provision	-10.33	-10.33
	9.14	**9.14**
i) Goods Pending Inspection / Acceptance	57.99	384.88
j) Material-in-Transit Advances Considered Good	393.28	267.34
Considered Doubtful	0.00	0.00
Less: Provision	-238.75	-238.75
	154.53	**28.59**
k) Material received and In-Transit Advances	0.00	0.00
l) Tools and Gauges	0.00	0.00
GRAND TOTAL	**23,138.74**	**22,220.12**

Note:

The Company has closing inventory of Rs. 23,138.76 lakhs during the FY 2024-25, of which the Company is in the process of performing physical verification. However, in the opinion of the management the inventory is in usable and valuable condition.

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 7		
CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES		
Trade Receivables Considered Good - UnSecured	4,00,541.49	2,47,019.20
Less: Allowance for Bad and doubtful debts	-1,486.36	-1,486.36
TOTAL	**3,99,055.13**	**2,45,532.84**
Trade Receivables which have significant increase in Credit Risk	5,833.32	5,914.16
Less: Allowance for Bad and doubtful debts	-5,833.32	-5,914.16
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**3,99,055.13**	**2,45,532.84**

As per Ind AS 109, the receivables in the Company should be put to impairment test using the expected credit loss model. Ind AS 109 allows the use of practical expedients when measuring expected credit loss on trade receivables, and states that a provision matrix is a example of such an expedient. Majority of trade receivables originate from Government owned entities, which are not exposed to high risk, the Company is making specific provisions based on case to case reviews and approved by Board. Whereas, for other customers, provision is determined using expected credit loss model on case to case basis.

Trade Receivables ageing schedule as on 31.03.2025 ₹ in Lakhs

Particular	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2025
(i) Undisputed Trade receivables – considered good	1,28,715.85	65,731.01	21,268.83	15,795.27	1,46,182.67	3,77,693.63
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	1,844.75	280.51	1,383.53	283.93	316.93	4,109.66
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good -	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	17,251.84	17,251.84
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**1,30,560.60**	**66,011.52**	**22,652.36**	**16,079.20**	**1,63,751.44**	**3,99,055.13**

Trade Receivables ageing schedule as on 31.03.2024 ₹ in Lakhs

Particular	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	As at 31.03.2024
(i) Undisputed Trade receivables – considered good	13,154.22	2,287.84	49,241.78	34,507.98	1,23,439.20	2,22,631.02
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	4,956.82	367.12	317.11	5,641.05
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	17,260.77	17,260.77
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
Total	**13,154.22**	**2,287.84**	**54,198.60**	**34,875.10**	**1,41,017.08**	**2,45,532.84**

The above ageing schedules are disclosed at net off provisions.

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 8(a)		
CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS		
a) Cash-on-Transit	0.00	0.00
b) Cash on hand	2.50	2.03
c) Cheques & Stamps on Hand	0.42	0.42
d) Balance with Banks :		
- On Current Account	4,401.13	11,617.83
- On Fixed Deposit Account- less than 3 months	10,461.89	206.58
TOTAL	**14,865.94**	**11,826.86**
NOTE NO. 8(b)		
CURRENT FINANCIAL ASSETS - BANK BALANCE OTHER THAN ABOVE		
Balance with Banks :		
- On Escrow Account	22,463.43	17,860.78
- On Current Account (Apprentices)	0.00	0.00
On short term deposit (margin money)	7.53	7.53
On Fixed Deposit Account- More than 3 months but Less than 12 months maturity	4,873.46	53,881.33
TOTAL	**27,344.42**	**71,749.64**
NOTE NO. 9 (a)		
CURRENT FINANCIAL ASSETS - LOANS		
Secured Advances recoverable in cash or for value to be received		
Other Deposits	1,254.77	1,282.23
Less: Provision	0.00	0.00
TOTAL	**1,254.77**	**1,282.23**
Unsecured Advances recoverable in cash for value to be received		
Advances Recoverable -Considered Good	31,537.30	24,485.81
Unsecured considered doubtful	151.32	151.32
Less: Provision	-151.32	-151.32
	31,537.30	**24,485.81**
Loans Receivables which have significant increase in Credit Risk	0.00	0.00
Less : Provision for increase in credit risk	0.00	0.00
	0.00	0.00
Loans Receivables – credit impaired	0.00	0.00
Less : Provision for credit impaired	0.00	0.00
	0.00	0.00
TOTAL	**31,537.30**	**24,485.81**
Claims and Expenses Recoverable - Inland Considered Good	12,217.21	8,654.79
Unsecured considered doubtful	2,089.18	2,089.18
Less : Provision	-2,089.18	-2,089.18
	12,217.21	**8,654.79**
Loans Receivables which have significant increase in Credit Risk	1,343.49	1,343.49
Less : Provision for increase in credit risk	1,343.49	1,343.49
Loans Receivables – credit impaired	0.00	0.00
Less: Provision for credit impaired	-	-
TOTAL	**13,560.70**	**9,998.28**

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
Claims and expenses recoverable - Foreign		
Considered Good	1.24	1.24
Unsecured considered doubtful	1,168.00	1,168.00
Less: Provision	-1,168.00	-1,168.00
	1.24	**1.24**
Loans Receivables which have significant increase in Credit Risk	36.32	36.32
Less: Provision for increase in credit risk	-36.32	-36.32
	0.00	**0.00**
Loans Receivables – credit impaired	0.00	0.00
Less: Provision for credit impaired	0.00	0.00
	0.00	0.00
TOTAL	**1.24**	**1.24**
Loans & Advances to related parties	0.00	0.00
Other Deposits	139.77	293.87
Less: Provision	-165.47	-165.47
TOTAL	**-25.70**	**128.40**
GRAND TOTAL	**46,328.31**	**35,895.96**

Note :

a) Current Asset - Loans includes ₹ 1,690.20 Lakhs recoverable from M/s HCL Infosystem Ltd . as compensation on account of excess amount spent by Mankapur unit. The above is on the basis of agreement entered into between the Company, HCL and Alcatel. The next hearing is scheduled on June 27, 2025 at Commercial Court,Bengaluru.

b) Claim Receivable includes of ₹ 1,023.00 lakhs receivable from M/s. Mindarray towards encashment of letter of credit. The next hearing at Commercial Court, Bengaluru is scheduled on July 05, 2025.

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 9(b)		
CURRENT FINANCIAL ASSETS OTHERS		
(i) Security Deposits	2,157.87	1,517.63
Less: Provision	0.00	0.00
TOTAL	**2,157.87**	**1,517.63**
(ii) Unbilled Revenue		
(a) Government	1,65,376.76	2,15,899.22
(b) Non Government	13,962.82	113.04
TOTAL	**1,79,339.58**	**2,16,012.26**
(iii) Interest accrued but not due on short term deposits	0.00	0.00
(iv) Rent Receivables	1,553.58	7,156.56
(v) Others	10,228.34	59.98
GRAND TOTAL	**1,93,279.37**	**2,24,746.43**

a) The Other Current Financial assets include unbilled revenue of Rs.1,79,339.58 lakhs, the revenue which has been recognized over the last few years based on the work performed, the billing of which would happen upon fulfilling the terms of contract.

b) As per AMRCD's Order (Ref#No.5-31/ARB-ITI-CDOT/2023-TR, dated- July 01, 2024, C-DoT Rent Receivables amount of Rs. 5,847.90 lakhs on a premises leased out upto the period ended March 31, 2011 and royalty payable amount of Rs. 22.80 crores to CDoT by ITI Ltd are netted-off (adjusted) with total sale consideration of Rs. 20,000 lakhs payable by CDoT with respect to the sale of Company land (24.458 Acres) to CDoT vide an agreement to sale entered between the said parties and consequently there will no dues in respect of rent receivables and royalty payable between Company & CDoT. The Company has received an amount of Rs. 10,000 lakhs as advance towards the sale which is set off againt the total sale consideration and the net amount is outstanding as receivable which is disclosed in '(v) Others' above

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 10		
OTHER CURRENT ASSETS		
Taxes & Duties input	1,714.24	473.78
GST Receivable (Net)	2,533.24	8,519.79
Deposits with Customs Department	137.19	13.79
Prepaid Expenses	2,863.27	1,118.85
Advance payment to vendors	25,936.96	28,015.01
Payment of Advance tax (Net of refunds)	0.00	0.18
Deposits with Excise Authorities	271.50	271.50
Festival advance	7.94	6.41
WCT Recoverable	0.00	0.00
Vehicle advance	0.00	0.00
Vehicles	0.00	0.00
Other Advances	1,016.68	1,019.10
Rent Receivable	0.00	0.00
House building	0.00	0.00
Others	235.65	101.56
Deposits with Govt Authorities (GS, IT, Others)	5,012.64	1,606.66
TOTAL	**39,729.31**	**41,146.63**

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 11		
I. EQUITY SHARE CAPITAL		
a) Authorised		
2,80,00,00,000 equity shares of ₹ 10 each	2,80,000.00	2,80,000.00
b) Issued		
96,08,86,938 equity shares of ₹ 10 each	96,088.69	96,088.69
c) Subscribed and Fully Paid-up		
96,08,86,938 equity shares of ₹ 10 each	96,088.69	96,088.69
d) Subscribed & not fully paid up	0.00	0.00
e) Par value per share	10.00	10.00
f) Calles un paid	0.00	0.00
g) Forfeited shares	0.00	0.00
h) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period		

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
Number of shares outstanding O.B	96,08,86,938	94,95,77,352
Add: issues during the period	0.00	1,13,09,586
Less: Buy back/forfiture during the period	0.00	0.00
Number of shares outstanding C.B	**96,08,86,938**	**96,08,86,938**

Note :

1. During previous year, the Company received money for equity investment from the GOI for Rs.10,700 lakhs to be utlised for capital expenditure as part of the financial assistance approved by CCEA when the Company was decalared a Sick Company as per the provisions of the Sick Industrial Companies Act, 1985.

i) The rights and preferences and restrictions attaching to the above class of shares

- **Each holder of Equity share is entitled to one vote per share.**
- **In the event of liqudation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferencial amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.**

j) Shares held by each shareholder holding more than 5%

₹ in Lakhs

Name	No. of shares held	No. of shares held
1. President of India	86,44,85,747	86,44,85,747
2. Special National Investment Fund(SNIF)	7,58,69,381	7,58,69,381

k) **Shareholding of Promoters as under :**

₹ in Lakhs

Name of the Promoter	Shares held as at 31.03.2025	% of total shares	% change during the year ended 31.03.2025
1. President of India	86,44,85,747	89.97	0.00
2. Government of Karnataka	3,12,500	0.03	0.00

Name of the Promoter	Shares held as at 31.03.2024	% of total shares	% change during the year ended 31.03.2024
1. President of India	86,44,85,747	89.97	1.00
2. Government of Karnataka	3,12,500	0.03	0.00

II. PREFERENCE SHARES:		
Authorised		
7,00,00,000 Preference Shares of Rs. 100 each	70,000	70,000

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 12		
OTHER EQUITY		
1) Capital Reserves		
i) Free Land Gifted		
O.B As per last B/S	25.30	25.30
Total	**25.30**	**25.30**
Deductions	-24.97	0.00
Closing balance(a)	**0.33**	**25.30**
ii) Capital Grant in aid		
As per last Balance Sheet	**3,05,802.00**	**3,05,802.00**
Transfer from Grant in aid (capital)	24.97	0.00
Closing Balance(b)	**3,05,826.97**	**3,05,802.00**
Total Capital Reserves (1=a+b)	**3,05,827.30**	**3,05,827.30**
2) Securities premium reserve		
O.B as per last B/S	44,799.33	35,230.29
Additions	0.00	9,569.04
Total Securities premium reserve (2)	**44,799.33**	**44,799.33**
3) Retained Earnings		
i) General reserve:		
Opening balance as per last B/S	2,35,316.61	2,35,316.61
Less-Transfer to P&L	-89.87	0.00
Closing Balance	**2,35,226.74**	**2,35,316.61**
ii) Sale of Technical know-how		
As per last Balance Sheet	3.50	3.50
Less-Transfer to P&L	0.00	0.00
Closing Balance	**3.50**	**3.50**

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
iii) Industrial Housing Subsidy		
As per last Balance Sheet	6.79	6.79
Less-Transfer to P&L	0.00	0.00
Closing Balance	**6.79**	**6.79**
iv) Surplus		
As per last Balance sheet	-5,04,164.38	-4,47,275.77
Add: Transfer from Statement of Profit and loss	-21,489.04	-56,892.00
Add: Transfer from General Reserve	89.87	0.00
Add: Transfer from Profit on sale of fixed assets	0.63	0.00
Less - Other Adjustments	0.00	-3.39
Closing Balance	**-5,25,562.92**	**-5,04,164.38**
TOTAL-Retained Earnings (3)	**-2,90,325.90**	**-2,68,837.48**
4) Share application money pending allotment	5,900.00	0.00
TOTAL - Share application money pending allotment (4)	**5,900.00**	**0.00**
5) Other Comprehensive Income		
Remeasurement of Defined Benefit Plans (Acturial Gain)		
Opening Balance	559.83	2,680.34
Changes during the period	-391.63	-2,120.51
TOTAL- Share application money pending allotment (5)	**168.20**	**559.83**
GRAND TOTAL - OTHER EQUITY (1+2+3+4+5)	**66,368.94**	**82,348.98**
NOTE NO. 13		
NON-CURRENT LIABILITIES - GOVERNMENT GRANTS UNUTILISED		
Government Grants unutilised:		
i) Grant-in-aid (Revenue)		
As per last Balance Sheet	4,496.42	4,496.42
Add : Receipts during the period	0.00	0.00
TOTAL	**4,496.42**	**4,496.42**
Less: Transfer to Profit & Loss Account	0.00	0.00
Closing Balance	**4,496.42**	**4,496.42**
GRAND TOTAL	**4,496.42**	**4,496.42**

Note :
Unspent portion of government grants (as per the conditions of grant document) are classified separately from other equity and shown as Non-current liabilities.

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 14 (a)		
NON-CURRENT FINANCIAL LIABILITIES -BORROWINGS		
I Borrowings - Secured		
II Borrowings - Unsecured		
(a) Bonds	5.40	5.40
(b) Term Loans		
(i) From Banks	0.00	0.00
(ii) From Others	0.00	0.00
Loan from Government of India*	6,000.00	12,000.00
Interest accrued and due on above	0.00	0.00
GRAND TOTAL	**6,005.40**	**12,005.40**

The Company had received a soft loan of Rs. 30,000 lakhs from the Department of Telecommunications, Ministry of Communications, Government of India during the year 2014-15 for payment of salaries of employees, repayable in five years after the Company starts earning profit with a moratorium of two years. As per DoT letter dated April 29, 2022 and March 24, 2023, Company was advised to repay the soft loan from FY 2022-23 failing which penal interest shall be levied as per sanction terms. Accordingly, Company has made a provision for Rs. 363.00 lakhs towards penal interest up to FY 2024-25. However, considering the fact that soft loan was provided towards salary of employees during implementation period of revival plan and company is still under revival plan and not come out of BIFR and incurring losses, Company has requested for conversion of soft loan into Grant in aid, which is under consideration. (Refer note 17 (a) for current liability)

Subject to reconciliation / confirmation of the said Balances

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 14(b)		
NON-CURRENT FINANCIAL LIABILITIES -LEASE LIABILITIES		
Finance Lease Liabilities	13.95	59.66
Operating lease liabilities	0.00	0.00
GRAND TOTAL	**13.95**	**59.66**
NOTE NO. 14(c)		
NON CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
For goods supplied		
- Micro small and medium enterprises('MSME')	0.00	0.00
- Others	7,053.67	10,912.05
TOTAL	**7053.67**	**10912.05**
For Expenses and Services		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
For Other Liabilities		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
Disputed Dues		
- Micro small and medium enterprises	0.00	0.00
- Others	0.00	0.00
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**7053.67**	**10912.05**

₹ in Lakhs

Trade Payables Ageing Schedule as at March 31, 2025					
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**As at March 31, 2025**
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	3,515.55	2,156.83	1,025.09	356.20	7,053.67
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00
Total	**3515.55**	**2156.83**	**1025.09**	**356.20**	**7053.67**

Trade Payables Ageing Schedule as at March 31, 2024					
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**As at March 31, 2024**
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	1,218.77	3,034.49	2,220.28	4,438.51	10,912.05
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00
Total	**1218.77**	**3034.49**	**2220.28**	**4438.51**	**10912.05**

₹ in Lakhs

Particulars	As at 31 March, 2025	As at 31 March, 2024
NOTE NO. 14(d)		
NON-CURRENT FINANCIAL LIABILITIES - OTHERS		
Security deposit received	6,546.75	6,767.82
GRAND TOTAL	**6,546.75**	**6,767.82**
NOTE NO. 15		
NON CURRENT PROVISIONS		
(i) For Employee Benefits		
For privilege Leave	3,842.31	4,421.45
For sick Leave	29.55	34.67
TOTAL	**3,871.86**	**4,456.12**
NOTE NO. 16		
OTHER NON-CURRENT LIABILITIES		
	0.00	0.00
GRAND TOTAL	**0.00**	**0.00**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 17(a)		
CURRENT FINANCIAL LIABILITIES -BORROWINGS		
I Borrowings - Secured		
(a) Loans repayable on demand		
(i) From Banks		
- Cash credit from State Bank of India and other members of the consortium of Banks against hypothecation of stocks,stores & raw materials, debts & advances and second charge on all Fixed Assets both movable and immovable.	117,609.77	135,252.80
- Term loan	451.58	14,811.58
(ii) From Others	0.00	0.00
TOTAL	**118,061.35**	**150,064.38**
II Borrowings - Unsecured		
(a) Loans repayable on demand		
(i) From Banks	0.00	0.00
(ii) From Others	0.00	0.00
Loan from Government of India*	24,000.00	18,000.00
(b) Loan from related parties	0.00	0.00
(c) Deposits	0.00	0.00
(d) Current maturities of Long Term Borrowings	0.00	0.00
(e) Others	0.00	0.00
TOTAL	**24,000.00**	**18,000.00**
GRAND TOTAL	**142,061.35**	**168,064.38**

Note :

1. Deposits, fallen due and not claimed for refunds, is shown as current liabilities as at the year end
2. Cash credit from State Bank of India and other members of the consortium of Banks against hypothecation of current assets including all kind of Stocks, receivables etc. and fixed assets of the Company. Interest rate for the said facility is 2.75% above 6 months MCLR (8.90%).
3. The Company has availed a term loan with a bank whose closing balance as at the year end is Rs. 451.58 lakhs whose interest rate was charged at 9.85% and the said amount is completely repayable by May 2025.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 17(b)		
CURRENT FINANCIAL LIABILITIES -LEASE LIABILITIES		
Finance Lease Liabilities	0.00	0.00
Operating lease liabilities	0.00	0.00
GRAND TOTAL	**0.00**	**0.00**
NOTE NO. 17(c)		
CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
For goods supplied		
(A) total outstanding dues of micro enterprises & small enterprises	312.60	111.25
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.	125,986.38	111,762.39
TOTAL	**126,298.98**	**111,873.64**
For Expenses and Services		
- Micro small and medium enterprises	151.34	0.00
- Others	200,541.27	46,080.58
TOTAL	**200,692.61**	**46,080.58**
For Other Liabilities		
- Micro small and medium enterprises	0.00	0.00
- Others	33.85	33.06
TOTAL	**33.85**	**33.06**
Disputed Dues		
-Micro small and medium enterprises	0.00	0.00
-Others	0.00	0.00
TOTAL	**0.00**	**0.00**
GRAND TOTAL	**327,025.44**	**157,987.28**

Trade Payables Ageing Schedule as at March 31, 2025						₹ in Lakhs
Particulars	**Unbilled**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**As at March 31, 2025**
(i) MSME	0.00	302.45	14.37	19.99	127.15	463.95
(ii) Others	7,313.87	216,894.10	32,498.72	28,364.33	48,804.34	326,561.49
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00	0.00
Total	**7,313.87**	**217,196.54**	**32,513.09**	**28,384.32**	**48,931.49**	**327,025.44**

Trade Payables Ageing Schedule as at March 31, 2024						₹ in Lakhs
Particulars	**Unbilled**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**As at March 31, 2024**
(i) MSME		36.06	31.09	31.87	12.23	111.25
(ii) Others	7,948.06	47,139.93	39,885.80	3,791.47	67,058.84	157,876.04
(iii) Disputed Dues- MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Dues- Others	0.00	0.00	0.00	0.00	0.00	0.00
Total	**7,948.06**	**47,175.99**	**39,916.88**	**3,823.34**	**67,071.07**	**157,987.28**

A list of micro, small and medium enterprises to whom the Company owe any sum together with interest outstanding to the extent identified. are filed semi annually with Ministry of Corporate Affairs also by our Secretary department as per statutory requirements. The necessary provisions for interest, if any, are accounted in the books accordingly. The company is also in the process of compiling full list of MSME vendors.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
AS PER ENCLOSURE:		
Disclosure of dues/payments to micro and small 'enterprises to the extent such enterprises are identified by the company.	426.19	90.95
(a) Principal amount remain unpaid for the period		
(b) Interest due thereon remaining unpaid for the period	37.93	37.19
(c) The amount of interest paid and principal paid beyond the appointed day during the period	0.00	0.00
(d) Amount of interest due and payable for delay in payments (which have been paid beyond the appointed day during the period) but without adding interest under the MSMED Act, 2007.	0.00	0.00
(e) Amount of interest accrued and remaining unpaid for the period ended.	0.00	0.00
(f) Amount of further Interest remaining due and payable even in succeding years (until such interest dues are paid to small enterprises).	0.00	0.00

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 18		
CURRENT FINANCIAL LIABILITIES - OTHERS		
Unbilled Dues	0.00	0.00
Government	87,381.05	112,267.60
Non Government	20,644.28	7,948.06
For Other Liabilities	4,590.25	4,267.01
Deposits from Contractors	11,372.35	12,153.95
TOTAL	**123,987.93**	**136,636.62**
Note :		

The Other Current Financial liabilities include unbilled dues of Rs. 1,08,025.32 lakhs, the dues which has been recognized over the last few years based on the work performed , the billing of which would happen upon fulfilling the terms of contract
Deposits, fallen due and not claimed for refunds, is shown as current liabilities as at March 31, 2025

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO.19		
OTHER CURRENT LIABILITIES		
Income received in advance	245.63	145.06
Duties & Taxes	7,445.19	9,010.27
Advances from Customers	184,574.93	196,365.15
Salary Payable	4,723.01	4,550.80
Wage revision Arrears	1,006.06	1,006.06

For Expenses and Services	7,839.89	8,436.95
Other payables	13,921.95	15,101.24
Royalty Payable	0.00	1,007.54
Misc.Liabilities	22,401.90	27,690.03
TOTAL	**242,158.56**	**263,313.10**

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
NOTE NO. 20		
CURRENT PROVISIONS		
For Gratuity	11,774.53	13,606.74
For Privilege Leave	2,658.56	2,834.79
For Sick Leave	1.27	8.89
For L L T C provision	116.59	153.14
GRAND TOTAL	**14,550.95**	**16,603.56**
NOTE NO. 21		
CURRENT TAX LIABILITIES		
TOTAL	**0.00**	**0.00**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 22		
I. Revenue from operations		
i)Sale of Products		
Sale of Finished Goods	195,467.07	21,616.72
Sale of Traded Goods	51,256.07	22,561.68
TOTAL	246,723.14	44,178.39
ii) Sale of services	114,918.97	82,184.82
Total Revenue from Operations-Net	**361,642.11**	**126,363.21**

Note :

The Company has signed a contract dated October 01, 2020 with the Ministry of Defence for the execution of Army Static Switched Communication Network (ASCON) Phase IV project worth Rs. 8,280.36 Crore. It includes installation, commissioning, and maintenance of telecom equipment, NMS, mobile nodes, and civil works for providing the complete infrastructure at various sites and roll-out of the optical fiber network. The implementation of the project is to be completed in three years and thereafter it must be maintained for ten years including a two-year warranty. For Proof of Concept [PoC] activities, test bed has been setup for at Army Headquarter 5 signal premises of Indian Army. ITI and OEM teams are assisting Army team in PoC process. The PoC is in process and mainly delayed because of the Country-of-Origin Issue which has been resolved now and Poc test trial has been successfully shown to Army Board & Integrated POC is under process currently. The project timeline has been revised upto December 2026.

The Company has entered into an agreement with Bharat Sanchar Nigam Limited (BSNL) vide Purchase Order Ref: BSNLCO/MMP/13(14)/3/2022-MWP dated June 8, 2023, for the rollout of the 4G network in the West Zone. Accordingly, ITI Limited issued a back-to-back Purchase Order (Ref: ITI/NSU/MM-4G/2023/1801 dated June 14, 2023) to Tata Consultancy Services (TCS) for the execution of work across 23,633 sites, covering Planning, Engineering, Supply, Installation, Testing, and Commissioning in the states of Chhattisgarh, Gujarat, Madhya Pradesh, Maharashtra, Mumbai, and Goa, after deducting ITI's margin. During the year, the Company has recognised revenue of Rs. 2,04,417.36 lakhs (Previous Year Rs. 16,340.79 lakhs), including unbilled revenue of Rs. 13,849.78 lakhs, based on materials dispatched and installation services rendered.

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 23		
II. Other Income		
i) Interest - Bank	2,723.88	291.66
ii) Rent	2,906.67	2,675.20
iii) Transport Charges	11.08	7.17
iv) Sale of Scrap	253.52	550.83
v) Water Charges/Electricity Charges	6.16	5.45
vi) Waiver/Refund of Liquidated Damages	44.73	281.57
vii) Provision no longer required written back	1,896.10	542.25
viii) Misc. Income	677.85	95.68
TOTAL	**8,519.99**	**4,449.81**

Note :

1. Provision no longer required written back includes reversals pertaining to unbilled payable provision of Huawei GSM AMC (prior periods) amounting to Rs. 783.35 lakhs in Bengaluru plant since this project was back to back and no unbilled receiveable were outstanding in the books.

2. Provision no longer required written back includes reversals pertaining to unbilled payable provision of Ascon project amounting to 1,112.49 lakhs in Bengaluru unit as this amount is adjusted to NSU unit in prior years.

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 24		
CONSUMPTION OF RAW MATERIALS & PRODUCTION STORES		
Opening Stock	10,118.07	7,774.10
ADD: Prior Period Adjustment due to Price Revision	0.46	0.00
Purchases/Transfers	9,459.03	9,883.60
Material for Installation & Maintenance	38.38	-7.16
Less: Closing Stock	-8,943.07	-10,118.07
Issues	-1.04	-605.00
CONSUMPTION	**10,671.83**	**6,927.47**
NOTE NO. 25 (a)		
Purchase Of Stock-In-Trade		
Goods purchased under broad heads	234,634.25	35,398.53
TOTAL	**234,634.25**	**35,398.53**

Product / Project wise details

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 25 (b)		
Installation & Maintenance Charges		
Service Expenses under broad heads	96,246.80	73,522.75
TOTAL	**96,246.80**	**73,522.75**

Product / Project wise details

NOTE NO. 26		
STATEMENT OF CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Accretion/(Decretion) to WIP		
WIP - Production :		
Opening Balance	5,940.16	5,594.96
Less: Closing Balance	-6,853.35	-5,940.16
TOTAL	**-913.20**	**-345.20**
Accretion/(Decretion) to Manufacturing Components	0.00	0.00
Opening Balance	4,369.55	4,866.26
Less: Closing Balance	-4,368.11	-4,369.55
TOTAL	**1.44**	**496.71**
Accretion/(Decretion) to Stock-in-Trade		
Stock-in-Trade :		
Opening Balance	3,708.46	6,082.57
Less: Closing Balance	-5,301.78	-3,708.46
Total	**-1,593.32**	**2,374.11**
GRAND TOTAL	**-2,505.07**	**2,525.62**

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 27		
EMPLOYEE BENEFIT EXPENSE		
i) SALARIES & WAGES		
Salaries & Wages	14,777.13	16,958.01
Bonus	0.65	7.38
Incentive	7.07	7.45
TOTAL	**14,784.85**	**16,972.84**
ii) CO'S CONTRIBUTION TO PF AND OTHER FUNDS:		
Providend Fund & Pension Fund	1,666.46	1,950.30
Employees State Insurance	6.10	11.64
Gratuity Trust Fund	-347.95	783.30
Leave Salary- PL	2,194.17	2,069.63
Sick Leave	-12.74	13.54
Deposit Linked Insurance/Group Insurance	14.19	12.82
TOTAL	**3,520.23**	**4,841.23**
iii) WORKMEN AND STAFF WELFARE EXPENSES		
Welfare Expenses - Canteen	328.91	308.75
Welfare Expenses - Education	1.02	3.88
Medical Expenses	398.38	457.02
LTC/LLTC	-15.15	9.35
Uniforms	0.32	0.12
Others	166.80	594.66
TOTAL	**880.28**	**1,373.78**
iv) VOLUNTARY RETIREMENT SCHEME		
VRS Payments	0.00	-0.58
GRAND TOTAL	**19,185.36**	**23,187.27**

RELATED PARTY TRANSACTIONS

₹ in Lakhs

KEY MANAGERIAL PERSONNEL-SALARY & PERQUISITES		
Name	**For the year ended March 31, 2025**	**For the year ended March 31, 2024**
Shri Rajesh Rai - CMD	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.55	0.00
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	0.00	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	0.00	35.28

DISCLOSURE REPORT UNDER IND AS 19

Defined Benefit Plan

The Employees Gratuity Fund Scheme Managed by a Trust is a defined benefit Plan. The Present value of Obligation is determined based on Actuarial Valuation. The obligation for Leave encashment is recognized based on Actuarial Valuation which is unfunded.

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
I Summary of results							
S.N	**Assets / Liability**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Present value of obligation	**11,907**	13,645	**6,501**	7,169	**31**	44
b)	Fair value of plan assets	**132**	126	**0**	0	**0**	0
c)	Net assets / (liability) recognized in balance sheet as provision	**-11,775**	-13,519	**-6,501**	-7,169	**-31**	-44
II Actuarial &Demographic Assumptions							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Discounting Rate	**6.54**	7.21	**6.54**	7.21	**6.54**	7.21
b)	Future salary Increase	**3.72**	5.36	**3.72**	5.36	**3.72**	5.36
c)	Attrition at Ages	**19.15**	6.90	**19.15**	12.35	**19.15**	12.35
III Plan Liability							
	Date Ending	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
	Present value of obligation as at the end of the period	**11,907**	13,645	**6,501**	7,169	**31**	44
IV Service Cost							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Current Service Cost	**381**	448	**490**	637	**2**	3
b)	Past Service Cost including curtailment Gains/Losses	**0**	0	**0**	0	**0**	0
c)	Gains or Losses on Non routine settlements	**0**	0	**0**	0	**0**	0
d)	Total Service Cost	**381**	448	**490**	637	**2**	3
V Net Interest Cost							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Interest Cost on Defined Benefit Obligation	**984**	1201	**517**	558	**3**	2
b)	Interest Income on Plan Assets	**9**	9	**0**	0	**0**	0
c)	Net Interest Cost (Income)	**975**	1,192	**517**	558	**3**	2
VI Change in Benefit Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Present value of obligation as at the beginning of the period	**13645**	16729	**7169**	7776	**44**	31
b)	Acquisition adjustment	**0**	0	**--**	--	**0**	0
c)	Interest Cost	**984**	1201	**517**	558	**3**	3
d)	Service Cost	**381**	448	**490**	637	**2**	2
e)	Past Service Cost including curtailment Gains/Losses	**0**	0	**--**	--	**0**	0
f)	Benefits Paid	**-1788**	-6010	**-2613**	-2652	**0**	0
g)	Total Actuarial (Gain)/Loss on Obligation	**-1314**	1277	**938**	849	**-18**	8
h)	Present value of obligation as at the End of the period	**11907**	13645	**6501**	7169	**31**	44

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
VII Bifurcation of Actuarial Gain/Loss on Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	**-207**	568	**41**	-147	**0**	-1
b)	Actuarial (Gain)/Loss on arising from Change in Financial Assumption	**494**	112	**-155**	505	**-1**	3
c)	Actuarial (Gain)/Loss on arising from Experience Adjustment	**990**	2211	**1051**	491	**-17**	6
VIII Actuarial Gain/Loss on Plan Asset							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Expected Interest Income	**9**	9	**0**	0	**0**	0
b)	Actual Income on Plan Asset	**22**	49	**0**	0	**0**	0
c)	Actuarial gain /(loss) for the year on Asset	**13**	-73	**0**	0	**0**	0
IX Balance Sheet and related analysis							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Present Value of the obligation at end	**11,907**	13,645	**6,501**	7,169	**31**	44
b)	Fair value of plan assets	**132**	126	**0**	0	**0**	0
c)	Unfunded Liability/provision in Balance Sheet	**-11,775**	-13,519	**-6,501**	-7,169	**-31**	-44
X The amounts recognized in the income statement.							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Total Service Cost	**381**	448	**490**	637	**2**	3
b)	Net Interest Cost	**975**	1,192	**517**	558	**3**	2
c)	Net actuarial (gain) / loss recognized in the period	**0**	0	**938**	849	**-18**	8
d)	Expense recognized in the Income Statement	**1,355**	1,640	**1,945**	2,045	**-13**	12
XI Other Comprehensive Income (OCI)							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Net cumulative unrecognized actuarial gain/(loss) opening	**0**	0	**0**	0	**0**	0
b)	Actuarial gain / (loss) for the year on PBO	**1,314**	-1,277	**0**	0	**0**	0
c)	Actuarial gain /(loss) for the year on Asset	**13**	-73	**0**	0	**0**	0
d)	Unrecognized actuarial gain/(loss) for the year	**-1,264**	-2,964	**0**	0	**0**	0
XII Change in plan assets							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Fair value of plan assets at the beginning of the period	**124**	1781	**0**	0	**0**	0
b)	Actual return on plan assets	**22**	49	**0**	0	**0**	0
c)	Employer contribution	**5,990**	1019	**0**	0	**0**	0
d)	Benefits paid	**-1,788**	-6,010	**0**	0	**0**	0
e)	Fair value of plan assets at the end of the period	**132**	126	**0**	0	**0**	0

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

		Gratuity		Privilege Leave		Sick Leave	
XIII Major categories of plan assets (as percentage of total plan assets)							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Government of India Securities	0	0	0	0	0	0
b)	State Government securities	0	0	0	0	0	0
c)	High Quality Corporate Bonds	0	0	0	0	0	0
d)	Equity Shares of listed companies	0	0	0	0	0	0
e)	Property	0	0	0	0	0	0
f)	Funds Managed by Insurer	**100%**	**100%**	0	0	0	0
g)	Bank Balance	0	0	0	0	0	0
	Total	**100%**	**100%**				
XIV Change in Net Defined Benefit Obligation							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Net defined benefit liability at the start of the period	16,605	13,227	7,169	7,776	44	31
b)	Acquisition adjustment	0	0	0	0	0	0
c)	Total Service Cost	381	448	490	637	2	3
d)	Net Interest cost (Income)	975	1,192	517	558	3	2
e)	Re-measurements	1,264	2,964	938	849	-18	8
	Difference in Opening	0	0	0	0	0	0
f)	Contribution paid to the Fund	-5,990	-1,019	-2,613	-2,652	0	0
g)	Benefit paid directly by the enterprise	0	0	0	0	0	0
h)	Net defined benefit liability at the end of the period	13,234	16,812	6,501	7,169	31	44
XV Bifurcation of PBO at the end of year in current and non current.							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Current liability (Amount due within one year)	4865	4300	2,388	1,931	1	2
b)	Non-Current liability (Amount due over one year)	7042	9345	4113	5238	30	42
	Total PBO at the end of year	11,907	13,645	6,501	7,169	31	44
XVI Expected contribution for the next Annual reporting period							
S.N	**Particulars**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**	**31.03.2025**	**31.03.2024**
a)	Service Cost	396	504	444	561	38	42
b)	Net Interest Cost	770	975	425	517	2	3
c)	Expected Expense for the next annual reporting period	1166	1,478	870	1,078	40	46

XVII Sensitivity Analysis of the defined benefit obligation

a) Impact of the change in discount rate		**31.03.2025**	**31.03.2025**	**31.03.2025**
S.N	Present Value of Obligation at the end of the period	11,907	6,501	31
a)	Impact due to increase of 0.50%	-90	-66	-1
b)	Impact due to decrease of 0.50 %	92	67	1

b) Impact of the change in salary increase				
S.N	Present Value of Obligation at the end of the period	11,907	6,501	31
a)	Impact due to increase of 0.50%	55	69	0
b)	Impact due to decrease of 0.50 %	-56	-68	-0

DISCLOSURE REPORT UNDER IND AS 19... Contd...

₹ in lakhs

XVIII Maturity Profile of Defined Benefit Obligation							
S.N	**Year**	**Amount**		**Amount**		**Amount**	
a)	0 to 1 Year	4,865		2,388		1	
b)	1 to 2 Year	3,273		1,744		19	
c)	2 to 3 Year	1,920		1,263		6	
d)	3 to 4 Year	932		563		2	
e)	4 to 5 Year	409		242		1	
f)	5 to 6 Year	164		98		1	
g)	6 Year onwards	343		202		1	

XIX Summary of results		Leave Travel Concession	
S.N	**Assets / Liability**	**31.03.2025**	**31.03.2024**
a	Present value of obligation	117	152
b	Fair value of plan assets	0	0
c	Net assets / (liability) recognized in balance sheet as provision	-117	-152
XX Actuarial &Demographic Assumptions			
S.N	**Particulars**	**31.03.2025**	**31.03.2024**
a	Discounting Rate	6.54	7.21
b	Future salary Increase	3.72	5.36
c	Attrition at Ages		6.90
XXI Actuarial Value			
	Present value of obligation as at the end of period	117	152
XXII Bifurcation of PBO at the end of year as per schedule III to the companies Act, 2013			
S.N	**Particulars**	**31.03.2025**	**31.03.2024**
a)	Current liability (Amount due within one year)	54	43
b)	Non-Current liability (Amount due over one year)	63	109
c)	Total PBO at the end of year	117	152

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
NOTE NO. 28		
FINANCE COSTS		
i) Interest Expenses		
Cash Credit	15,669.77	17,228.02
Public Deposits	363.00	448.56
Others	2,524.84	2,815.56
ii) Bank charges	3,862.86	3,594.15
iii) Net gain/loss from foreign currency translations& transactions	9.88	0.00
TOTAL	**22,430.35**	**24,086.29**
NOTE NO. 29		
DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation	6,920.27	5,312.26
NET DEPRECIATION	**6,920.27**	**5,312.26**
NOTE NO. 30		
Other expenses		
A. MANUFACTURING EXPENSES		
Cosumption of Stores and Spares	24.47	23.87
Power and Light	1,716.73	1,835.07
Water Charges	281.25	347.61
REPAIRS AND MAINTENANCE		
i)Plant Machinary and Equipment	136.56	189.82
ii)Vehicles	11.78	8.61
iii)Buildings	991.43	1,091.45
iv)Other Equipments	354.73	192.05
Experimental Work and Training Expenses	0.99	3.27
Expenses on Minor Equipment & Work	0.00	3.57
Scrap and Salvages	0.67	0.00
Factory Expenses	2,083.03	1,093.19
Liquidated Damages	415.87	5,478.18
TOTAL MANUFACTRUING EXPENSES	**6,017.51**	**10,266.69**
B. ADMINISTRATION EXPENSES		
Rent	133.90	130.51
Rates and Taxes	115.35	873.71
Insurance	89.95	111.91
TRAVELLING EXPENSES		
Inland	460.53	434.02
Legal fees	228.40	178.50
Professional Charges	190.59	184.79
Postage, Telegram, Telex Expenses	26.04	20.71
Telephone and Trunk Call Charges	66.55	59.29
Remuneration to Auditors		
Audit Fees	27.17	22.01

₹ in Lakhs

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
For Taxation Matters	3.15	67.10
For Reimbursement of Expenses	6.20	3.57
For Other Services	4.18	12.96
CISF/ Private Security Expenses	1,130.39	1,121.86
Printing, Stationary and Duplicating Charges	32.22	47.26
Transport Expenses	215.37	283.78
News Papers, Magazines & Periodicals	7.65	9.69
Mechanised Accounting Expenses	14.11	13.17
Fuel Charges	2.77	0.20
Licence fee/Segment Charges	7.55	1.37
CSR Expenditure	2.00	2.00
Office Expenses	594.19	639.20
Provision for Obsolescence of RM Stores	124.63	453.26
Obsolete RM & Production Stores Write off	0.00	2.28
Provision for Debtors/Advance	-80.84	14.07
Bad Debts Write off	0.00	408.12
Claims and Expenses Charge off	0.00	653.97
Loss on Sale of Assets	0.00	114.83
Penalities and Late fees	-43.17	73.61
Sitting Fees	3.75	4.00
TOTAL ADMINISTRATION EXPENSES	**3,362.63**	**5,941.75**
C. SELLING EXPENSES		
Selling Agency Commission	3.63	23.38
Advertisement Expenses	10.97	9.23
Exhibition and Publicity Expenses	2.10	26.99
Packing Expenses	1.18	1.10
Forwarding Expenses	3.47	501.84
Warrenty Expenses	-	0.01
Sales Promotion Expenses	2.00	0.03
Entertainment Expenses	-13.07	-14.55
Cost of Tender Forms	6.86	2.49
TOTAL SELLING EXPENSES	**17.15**	**550.52**
TOTAL OTHER EXPENSES (A+B+C)	**9,397.28**	**16,758.96**

Notes to the Consolidated Financial Statements...Contd...

Additional Disclosures

Particulars

NOTE NO. 31

1 **Corporate information:**

ITI Limited is a public limited company incorporated under the provisions of the Companies Act, 1956. The Company is primarily engaged in the business of Manufacture, sale & servicing of Telecommunication equipments and building communication network infrastructures using Internet Protocol (IP) / Multi Protocol Label Switching (MPLS) Technology, Optical Fibre Cable (OFC), Microwave Radio and Satellite communication channels. Further, Company is engaged in turnkey contracts/solutions and provides customized support. The company operates 16 Marketing, Services & Projects (MSP) centers across India, with their accounts maintained under eight Regional Offices (ROs) located in Bengaluru, Chennai, Hyderabad, Mumbai, Kolkata, Delhi, Lucknow, and Bhubaneswar.

2 An amount of Rs. 16,500 Lakhs has been received from Department of Telecommunications ('DoT') - Government of India, towards payment of wage revision arrears during 2014-2015. An amount of Rs. 15,493.72 lakhs has been paid towards payment of wage revision arrears and remaining amount of Rs. 1,006.06 lakhs is outstanding in Other Current Liabilities.

3 Balances in the accounts of creditors, advances from customers, debtors, claims recoverable, loans & advances, materials with fabricators, subcontractors/ others, material in transit, deposits, loans, and other payables/receivables such as Sales Tax, VAT, Excise Duty, Cenvat, Service Tax, GST, TDS etc., are under confirmation/reconciliation with the returns filled by the Company for all statutory remittences along with books of accounts. Adjustments, if any will be made on completion of such review / reconciliation / receipt of confirmations. However, in the opinion of the management, the trade receivables, current assets and loans and advances are realisable in the ordinary course of the business.

4 The management is of the opinion that going concern basis of accounting is appropriate in view of the high value of existing order book of Rs.14,82,709 lakhs under execution with adequate margin, expected conversion of unbilled revenue of Rs. 1,79,338 lakhs into billed revenue / realization by completing the contract milestones within next 12 months, step-up the recovery processes to collect the billed dues, adequate sanction of working capital borrowing from consortium banks along with continued support of the Government of India.

5 The Company is primarily engaged in business of manufacturing, trading and servicing of telecommunication equipments and rendering other associated / ancillary services and there are no other reportable segments. The Company is primarily operating in India, which is considered as a single geographical segment. The Company is also engaged in Defence projects. The board of directors is collectively the Company's 'Chief Operating Decision Maker' or 'CODM' within the meaning of Indian Accounting Standard ('IndAS') 108. The Company has determined that there are no reportable operating segments within the meaning of IndAS 108 as the revenue recognition is through contracts similar in nature. Further, the MCA vide its notification dated February 23, 2018, has exempted companies engaged in the defence production from the requirement of segment reporting. The Company is of the view that such exemption is applicable due to execution of certain defence projects and accordingly no information is furnished as required under the applicable accounting standard.

6 **Related Party disclosures**

Names of related parties and related party relationship

Name of entity	Relationship
India Satcom Ltd	Associate company
Shri Rajesh Rai	CMD
Shri Rajeev Srivastava	Director (Finance) & CFO
C.V. Ramana Babu	Director (Marketing)
Smt S Jeyanthi	Director (Production) & Director HR - Addl. Charge
Shri Y Sathyan	Company Secretary (W.e.f. 24.12.2024)
Smt R Vasanthi	Director (Production) - Addl. Charge - till 19/05/2023
Smt Shalini Ghatak	Company Secretary (till 17.06.2024)
Shri Rakesh Chandra Tiwari	Ex- Director (Marketing)
* The above details are furnished to the extent identified	

A reporting entity is exempt from the disclosure requirements of paragraph 18 in relation to related party transactions and outstanding balances, including commitments, with:

a) A government that has control, joint control or significant influence over the reporting entity; and

b) Another entity that is a related party because the same government has control, joint control or significant influence over both the reporting entity and the other entity.

Accordingly, all transactions with Government or its departments or other Government companies are not reported in terms of Paragraph 25 of the said standard.

a) **As per Indian Accounting Standard (Ind AS) 24 on Related Party Disclosures the following transactions are entered into with the Associate of the company viz. India Satcom Ltd.,(ISL).**

₹ in Lakhs

Particulars	March 31, 2025	March 31, 2024
Purchase of goods\Services	0.00	0.00
Sale of goods\Services	0.00	0.00
Amount Outstanding:		
- Due from the related party	1.00	1.00
- Due to the related party	13.08	13.08
Provision for doubtful debts against dues from related party.	0.00	0.00
Written Off during the period	0.00	0.00
b) Remuneration paid to Key Management Personnel [As required under Ind AS 24]	**March 31, 2025**	**March 31, 2024**
Shri Rajesh Rai - CMD	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.55	0.00
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	0.00	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	0.00	35.28
Dr. Raja Nayak - Independent Director	1.35	1.50
Shri. Shri Billeswar Sinha - Independent Director	1.05	1.20
Smt Mamta Palariya - Independent Director	1.35	1.30

Note - The post employment benefits pertaining to the above related parties whereever applicable are not furnished as the same is not separately valued. the above disclosed amount includes Provident Fund and perquisites

7

Earnings Per Share(for continuing operation):	**March 31, 2025**	**March 31, 2024**
Profit after tax	-21,489.04	-56,892.00
(-) Preference Dividend	-	-
Dividend tax	-	-
Profit available to equity shareholders	-21,489.04	-56,892.00
No. of Shares at beginning of the year	960,886,938.00	949,577,352.00
No. of Shares at the end of the year	960,886,938.00	960,886,938.00
Weighted average number of shares during the period	961,320,561.00	959,620,017.16
Earning per equity share (for continuing operation): Basic & Diluted (in Rs.)	-2.24	-5.93

8 Since the Company has no virtual certainty of sufficient future taxable income, deferred tax asset is not being recognised on unabsorbed depreciation and carried forward losses of the Company under IndAS 12.

9

ASSOCIATE:

The financial reporting of interests in Associate as per Ind AS 28:

(a) India Satcom Limited #2, Kadugodi Industrial Area,Whitefield, Bengaluru 560 067,Karnataka - India	**March 31, 2025**	**March 31, 2024**
Company's stake in equity participation	49.06%	49.06%

Place of incorporation of Associate- India

10

a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	317.94	1,001.84
b) Commitments in respect of other contracts not provided for-	-	-

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Contingent Liabilities & Commitments*		₹ in Lakhs
(a) Claims against the companies not acknowledged as debt	**March 31, 2025**	**March 31, 2024**
Outstanding bank guarantee	180,052.09	183,818.22
Outstanding letter of credit	18,090.19	7,256.19
- Tax Dues		
----- Litigations		
----------Direct Tax matters	Not Ascertained	691.72
----------Indirect Tax matters	22,266.33	21,242.07
-----Other tax dues		
----------Direct Tax matters	Not Ascertained	212.31
----------Indirect Tax matters	4,904.36	5,634.01
- Other claims - Litigated	21,656.90	27,821.35
- Other claims - Others	365.25	54.80

*The above disclosure is furnished to the extent identified.

i) Claims against the Company not acknowledged as debt includes ₹ 17,075.79 Lakhs claimed by M/s Alphion Corporation, Company has to recover the same amount from BSNL on a back to back basis contract related to GPON. The matter is still pending for disposal before the Hon'ble High Court of Karnataka & after February, 2023, it is not yet listed for further hearing by the court.

(ii) The Company has received notices levying penalties amounting to Rs. 73.25 lakhs from BSE/ NSE for not having sufficient number of independent directors/ women directors. However, on a request to BSE/ NSE stating the reason for non-compliance being a public sector undertaking, the penalties have been waived till the second quarter of FY 2022-23. The Company is confident that the subsequent levies would also be waived. Hence, no provision has been made for these penalties.

(iii) The claims amount includes claim by HFCL of Rs.1,193.88 lakhs towards liquidated damages and confirmed by the Arbitrator.Other non current assets includes Rs. 1049.41 lakhs due from HFCL on account of liquidated damages. However, the Company has filed an appeal against the said claim in the High Court of Delhi.(Refer Note -5)

(iv) The claims against the Company includes claim of balance amount by RECAP Ventures Pvt Ltd of Rs. 615.13 lakhs from the due date till the filing of petition for providing CCMS boxes under EESL tender.

v.) The Company has disclosed a contingent liability of Rs. 6080.81 lakhs towards additional central sales tax liability for non-collection/submission of C/D forms for the past years on the estimated basis. The actual liability may vary based on the collection and submission of the statutory forms and adopting the applicable tax rate at the time of tax assessments.

vi) Rs. 1,312.00 lakhs (Previous Year Rs. 1,809.28 Lakhs) represents details such as "Nil rate of duty availed on software disputed by central excise dept, demand notice received on R&D prototype modules for field trail & CENVAT credit wrongly availed by the Company. The appeal of these 3 cases are currently pending before the CESTAT.

vii) During FY 2023-24, the Company has received a demand for property tax from BBMP for the years from 2008-09 to 2023-24 for Rs. 7,938.21 lakhs as one time settlment to be deposited. However, the Company has appealed BBMP to revise the demand amount on the ground that Company is a sick industry under a revival plan by the BIFR and are eligible for such exemption. During the FY 2024-25, Company paid Rs. 2,647.21 lakhs towards property tax related to the period 2008-09 to 2023-24 as a one time relief the same as disclosed as exceptional item vide note 31(53) below

viii.) Due to the financial crunch, there have been delayed remittance of some of the statutory dues including contribution to the provident fund. The Company has provided interest for the delay on an estimated basis as the actual amount of interest/penalty payable is unascertainable.

(ix) Interest and penalties on arrears of all overdue statutory liabilities (including undisputed) could arise as and when assessed and determined by the respective authorities.

(x) The Sales Tax case of Rs. 504.13 Lakhs, related to FY 2003-04, remains pending with the KVAT Tribunal. No communication has been received in the past four to five years.

(xi) The Company had entered into a Memorandum of Understanding ('MOU') with the Minister of State, Department of Minority Affairs and Madrasah Education (MA&ME), Govt of West Bengal dated February 25, 2021 for execution of Infrastructure and IT Development Project wherein it was to host, operate, administer and execute the said project for a consultancy charge of 5% of the total vetted estimated cost of Detailed Project Reports (DPR) without GST. Pursuant to this MOU, the Company reportedly issued Work Orders (WOs) to several vendors before obtaining approvals from the corporate office. The work order issued by MA&ME was reportedly cancelled by the Minister of Minority Affairs, Government of India on March 2, 2022, and Company in turn reportedly cancelled the WOs issued on various vendors on September 2, 2023. There were reportedly irregularities observed in the receipt of the said MOU and as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the Chief Vigilance Officer (CVO) to Chairman and Managing Director (CMD) dated July 25, 2023. These irregularities are in the nature of negligence and confirm that there is no fraud committed in this respect. Certain vendors to whom contracts had been awarded have reportedly filed writs in the High Court of Kolkata regarding non-payment of dues by the Company for work completed by them to an extent of Rs. 292 lakhs (to the extent identified). The said claims will not devolve on the Company and hence no adjustment s are required in the books of account, we also confirm that there are no further claims from any other vendors as on the date of the financials statements

(xii) The case of Service Tax Rs.,6456.79 Lakhs is pertainig to FY 2010-11 to FY 2015-16 is pending in High Court, Allahabad and no further communication has been received

(xiii) GST demand including interest and penalty pertaining to GST order 09/2024-25-GST for FY 2019-2020 amounting to Rs. 1,855.77 lakhs

(xiv) The Company has filed an appeal before the Commissioner (Appeals), Cochin, against the order issued pursuant to a GST departmental audit for the Financial Years 2017–18 and 2018–19, wherein the department has alleged ineligible input tax credit claims amounting to Rs. 7054.14 lakhs. The matter is pending, and no further communication has been received from the Appellate Authority as of the reporting date.

(xv) The Company is contesting a GST demand of `928.37 lakhs (including interest and penalty), arising from the department's allegation of ineligible Input Tax Credit (ITC) claimed in the TRAN-1 filing. The Company has submitted that the alleged ineligible ITC had already been reversed through the GSTR-3B return for August 2018. However, the department issued a demand order without considering this reversal. Aggrieved by the adjudicating authority's order, the Company has filed an appeal before the Commissioner (Appeals), Cochin.

(xvi) The case relates to FY 2017–18, where the GST Department issued an order against Company without considering its response or allowing a personal hearing. The Company challenged before the Hon'ble Lucknow High Court. The Court acknowledged the lapse under Section 75(4) of the U.P. GST Act, 2017, and set aside the assessment order, allowing fresh proceedings in accordance with law.The total exposure of excess ITC claimed is Rs. 1859.49 lakhs.

(xvii) In respect of Rae Bareli unit, certain electricity dues are outstanding to be resolved and payment to be made after such resolution amounting to Rs. 326.26 lakhs to Uttar Pradesh Power Corporation Limited (UPPCL).

(xviii) Certain disputes with respect to Sales Tax amounting to Rs. 295.09 lakhs, pertaining to Rae Bareli unit are pending resolution.

(xix) Certain tax recovery cases of Rs. 733.36 lakhs are pending resolution relating to the period from 1990 to 2002–03, before the J&K Sales Tax Tribunal. (Srinagar Unit)

(xx) Certain dues of Rs.141.26 lakhs pertaining to RO Bengaluru with respect to Turnover Suppression are pending resolution.

(xxi) Non-payment of Service Tax on royalty income received during earlier periods amounting to Rs. 44.78 lakhs.

(xxii) Certain disputed sales tax of Rs.226.04 lakhs pertaining to RO Bhubaneshwar are pending resolution.

(b) Other litigations

(i) Bruhat Benguluru Mahanagara Palike (BBMP) constructed road in ITI land in Krishnarajapuram without permission of ITI which is used by general public despite the stay order from High court of Karnataka.

(ii) The Company filed a complaint in the Magistrate Civil Court dated 18.05.2022 in furtherance of acting against M/s Mind array Systeme Private Limited. The case is under city commercial court Bengaluru.

(iii) The Company supplied LED Street Light to Infos park , the realization for the same is pending. The Company has filed a case against M/s Infos Park for the cheque which was dishourned by the bank.

(iv) Karnataka Power Transmission Corporation Limited is using 5 Acres of Land and no lease agreement has been entered for the same.

(v) An execution petition was filed by Ram Saran Singh following the order dated 03.10.1993 passed in Civil Suit No. 164/1993 by the Additional District Judge, Raebareli, pertaining to compensation for trees, a well, nursery, and related assets for Rs. 10.00 lakhs.

12 The Company has written-back of liabilities during FY 2024-25 (refer foot note 1 and 2 of note 23). (Previous year-write-back of liabilities of earlier years amounting to Rs.302.30 lakhs comprises Naini Unit Rs. 45.58 lakhs and RO Chennai Rs. 249.83 lakhs and RO Mumbai Rs. 6.88 Lakhs).

13 **Value of Imported Raw Materials, Store and Spare parts consumed and Value of Indigenous Materials Consumed and percentage of each to the total consumption** **₹ in Lakhs**

	March 31, 2025	March 31, 2024
Imported	1,137.68	375.23
Indigenous	9,534.15	6,552.23
Total	**10,671.83**	**6,927.47**

14 The Company is a Sick Company as per provisions of the Sick Industrial Companies Act (SICA), 1985 and is currently under a revival plan after it was referred to the Board for Industrial and Financial Reconstruction (BIFR). The Cabinet Committee on Economic Affairs (CCEA) approved financial assistance of Rs.4,15,679 lakhs in February 2014 for the revival of the Company under the Rehabilitation Scheme.

15 As a part of the approved financial assistance, an amount of Rs.1,13,256 lakhs have been received towards Capital Grant and Rs.1,89,279 lakhs towards revenue grant till FY 2022-23. Shares have been allotted to the President of India towards the Capital Grant received, on various dates in accordance with the BIFR order dated 08.01.2013 at prevailing market price or average share price for three months prior to the date of allotment, whichever is lower. There were no revenue grants received under BIFR revival plan during FY 2023-24 & FY 2024-25.

16 During FY 2024-25, As per DoT, Order No.20-86/2014–Fac.II (part), letter dated January 21, 2025, the Company has received an amount of Rs. 5,900 lakhs towards CAPEX implementation of projects as part of capital grant received under revival package for which the Company has allotted 22,72,202 Equity shares at Rs. 259.66 per share (Each Rs 10 face value fully paid up at a premium of Rs 249.66 per share) to the President of India during the Board Meeting held on 27.05.2025.

17 Land proposed to be leased to Bengaluru Metropolitan Transport Corporation, BMTC, measuring 12.15 acres is in possession of the BMTC. Pending Government of India approval for the lease, lease terms and agreement yet to be finalised. Lease rental will be recognised on finalisation of the terms. An amount of Rs.285 lakhs received earlier from the BMTC under an agreement to sell is held under deposits.

18 Lease agreement with ESIC has expired in the month of July 2016 and renewal lease agreement has not been entered, as the revised lease rent is not settled with ESIC. Further, the Company is in the process of identifying, reviewing and renewing all the lease agreements expired, where the Company is a lessor.

19 ₹ in Lakhs

Value of Imports on CIF basis	March 31, 2025	March 31, 2024
Raw Materials and Production Stores	1,137.68	375.23
Components and Spare Parts	0.00	0.00
Material in transit	0.00	0.00
Capital Goods	0.00	0.00
TOTAL	**1,137.68**	**375.23**

20 Southern Railways were paying rent for 1.83 acres of land used as access road to their facilities, without any written lease agreement till June 1990. However, since the approach road was being used by the public and the residents of the locality, Southern Railways stopped paying rent. Presently, the land is used by the public as right of way.

The title deeds of all the immovable properties , as disclosed in Note 1 and Note 3 to the financial statements are held in the name of the Company except those mentioned below:

(i) Land measuring 77 Acres at Palakkad valuing Rs. 6,090.31 Lakhs (Carrying Value) have been resumed by the Government of Kerala and under adjudication of the Apex Court. The value of Land as shown in the Balance Sheet includes the value of Land resumed by the Govt of Kerala pending decision by the Apex Court.

(ii) ITI Complex land 174.69 acres valuing Rs.9282 lakhs (Carrying Value) was handed over to Naini Unit by District Industrial Officer in 1969 which is not in the name of the Company.

(iii) Transfer of title of 196.37 acres of land (factory area) valuing Rs.11620 Lakhs (Appx) acquired against Gazette No 10574(1). SHA.U/18.II.666/Bha-72 dted 09.01.1973 pertaining to Villages Ballapur, Chhajlapur & Malikmau Aima, Raebareli transfereed by Industries Department, Raebareli dated 12.11.1973 is pending due to non submission of proof of compensation paid by ITI Limited to the land owners at the time of land acquirement.

21 An amount of Rs.2,144 lakhs is receivable from M/s.Karvy Data Management Services Limited and M/s.Telva Systems, which is overdue. The Company has not made any provision for bad debts in this case as the corresponding liability of similar amount to vendors (back-end partners) is payable only upon recovery of this amount. Provision is made for Rs.242 lakhs being the difference between the amount receivable and payable.

22 No loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person that are (a) repayable on demand or (b) without specifying any terms or period of repayment.

23 No proceedings has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act 19488 (45 of 1988) and the rules made thereunder.

24 The Company has borrowings from Banks on the basis of security of current assets. The stock and debtors statement filed by the Company with banks are in agreement with the books of accounts

25 The Company has not been declared as a Wilful Defaulter by any banks or other Financial Institutions or other lenders

26 As per the information available with the management, the Company does not have any transactions with companies stuck off under Section 248 of the Companies Act 2013 or Section 560 of the Companies Act 1956, in respect of investments in securities, receivables, payables, shares held by stuck off company and other outstanding balances.

27 The Company does not have any charges or satisfaction of charges which is yet to be registered with ROC beyond the statutory period.

28 The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

29 The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

30 The Company has not traded or invested in Crypto or Virtual Currency during the Current or Previous year.

31 The Company has received a mobilization advance of 10,945.23 Lakhs being 10% of the CAPEX value, in respect of the BharatNet Phase-III project awarded by BSNL in Himachal Pradesh. The project is being executed under the Design, Build, Operate and Maintain (DBOM) model.

32 The borrowings obtained by the Company from banks and financial institutions have been applied for the purpose for which such loans are taken.

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The ratios and the formula used for calculating the ratios are as under	Numerator	Denominator	March 31, 2025	March 31, 2024	% Variance	Reasons for variance
(a) Current Ratio	Current Assets	Current Liabilities	0.88	0.88	-0.00	No significant variance
(b) Debt Equity Ratio	Total Debt	Shareholder's Equity	0.91	1.01	-0.10	It is decreased due to decrease in Borrowings and increase in reserves.
(c) Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	0.19	0.28	-0.33	Decrease in finance costs, employee benefit costs with significant increase in revenue in current FY resulted in significant variation in this ratio.
(d) Return on Equity Ratio	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	-0.13	-0.27	-0.54	Due to factors detailed above, there is a significant variation in this ratio.
(e) Inventory Turnover Ratio	Cost of goods sold OR sales	Average Inventory	16.26	6.50	1.50	Due to substantial increase in Turnover
(f) Trade Receivables Turnover ratio	Net Credit Sales	Avg. Accounts Receivable	1.08	0.49	1.23	Due to substantial increase in Turnover
(g) Trade Payables Turnover ratio	Net Credit Purchases	Average Trade Payables	1.32	0.67	0.96	Due to substantial increase in material consumption
(h) Net Capital Turnover ratio	Net Sales	Working Capital	-3.41	-1.41	1.42	Due to substantial increase in turnover
(i) Net Profit Ratio	Net Profit	Net Sales	-0.06	-0.45	-0.87	Due to factors detailed above, there is a significant variation in this ratio.
(j) Return on Capital employed	Earning before interest and taxes	Capital Employed	-0.01	-0.07	-0.80	Due to factors detailed above, there is a significant variation in this ratio.
(k) Return on investment*			-	-	0	

* Company is in the process of compiling data which will be completed in the ensuing year.

The turnover ratios having more than 25% variance are due to operational changes

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Details of CSR Activities ₹ in Lakhs

Particulars	March 31, 2025	March 31, 2024
(i) Amount required to be spent by the Company during the year	NA	NA
(ii) Amount of expenditure incurred	2	2
(iii) Shortfall at the end of the year	NA	NA
Total previous years shortfall	Nil	Nil
(iv) Reason for shortfall	NA	NA
Nature of CSR activities	Armed Forces Flag Fund (AFFDF)	Armed Forces Flag Fund (AFFDF)

The Company has satisfied conditions specified under Section 135 of the Act and becomes liable to comply with the provisions of the Section 135 and Companies Rules, 2014 but since there are no profits, section 135 of the said Act is not applicable.

35 The Company, being a public sector undertaking, the directors on the board of the Company are appointed by the order of Government of India. The composition of board of directors is not as per provisions of SEBI Listing Regulations due to insufficient number of Independent Directors including Women Independent Director. However, the proposal for the appointment of requisite number of Independent Directors including Women Independent Director on the Board of the Company is under process with the Administrative Ministry.

36 Lease agreement with NIFT has expired in the month of November 2018, and renewal lease agreement has not been entered. Due to non realization of rent from NIFT huge burden of GST bear by ITI -ReaBareli Unit on accrual rent. The Company has intimated that the matter has been referred to the administrative mechanism for resolving the same on priority.

37 The material subsequent events for the year ended March 31, 2025, have been appropriately disclosed/presented/ recognized in the financial statements. During the year 2025-26, the directors are not aware of any other matter or circumstances since the financial year end and the date of this report, not otherwise dealt with in the financial statements, which significantly affects the financial position of the Company and the results of its operations.

38 Control of the Company lies with the Honorable President, Government of India and other nominees. In light of the same, the Company is a 'government-related entity' (with regards to the Government of India) as defined by "Ind AS 24 (Related Party Disclosures)" i.e., an entity that is controlled, jointly controlled or significantly influenced by a government.

39 There are no indicators of impairment identified during the year. Also, carrying amount has been reviewed as at the balance sheet date and there is no impairment of assets for the year. (Previous Year: Nil).

40 a) Confirmation of balances from BSNL & Defence, with whom the Company has significant accounts receivables/payables is in the process during the year and is under negotiation/discussion regarding open items of reconciliations statements drawn up duly signed off. Necessary entries will be incorporated after completion of such discussions/negotiations thereon.
b) Confirmation of balances from all other parties with whom the Company has/had transactions have not been fully obtained. Necessary entries will be incorporated after receiving confirmation of balances and completion of reconciliation thereon."

41 "The preparation of financial statements requires the use of accounting estimates which may significantly vary from the actual results. Management also needs to exercise judgment while applying the Company's accounting policies. This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.
a) Estimation of defined benefit obligation -

Estimation of defined benefit obligation involves certain significant actuarial assumptions. Estimates and judgments are periodically evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the company and that are believed to be reasonable under the circumstances.

b)Useful life of property, plant and equipment -

The estimated useful life of property, plant and equipment is based on Company's accounting policy.

c) Provisions and contingencies

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets". The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. Should circumstances change following unforeseeable developments, this likelihood could alter."

42 **The carrying value of financial instruments by categories are as follows -** **₹ in Lakhs**

Particulars	Financial assets/liabilities at FVTPL as at March 31,2025	Financial assets/liabilities at fair value through OCI as at March 31,2025	Amortized cost as at March 31,2025
Financial Assets:			
Investments	0.00	0.00	18,746.49
Trade receivables	0.00	0.00	410,097.58
Loans	0.00	0.00	46,328.31
Cash and cash equivalents	0.00	0.00	14,865.94
Other bank balances	0.00	0.00	27,344.42
Other financial assets	0.00	0.00	196,337.36
Total financial Assets	**0.00**	**0.00**	**713,720.10**
Financial Liabilities:			
Borrowings	0.00	0.00	148,066.75
Trade Payables	0.00	0.00	334,079.11
Other financial liabilities	0.00	0.00	130,534.67
Total Financial Liabilities	**0.00**	**0.00**	**612,680.54**

Particulars	Financial assets/liabilities at FVTPL as at March 31,2024	Financial assets/liabilities at fair value through OCI as at March 31,2024	Amortized cost as at March 31,2024
Financial Assets:			
Investments	0.00	0.00	6,814.25
Trade receivables	0.00	0.00	257,061.37
Loans	0.00	0.00	35,895.96
Cash and cash equivalents	0.00	0.00	11,826.86
Other bank balances	0.00	0.00	71,749.64
Other financial assets	0.00	0.00	224,882.89
Total financial Assets	**0.00**	**0.00**	**608,230.97**
Financial Liabilities:			
Borrowings	0.00	0.00	180,069.78
Trade Payables	0.00	0.00	168,899.33
Other financial liabilities	0.00	0.00	143,404.44
Total Financial Liabilities	**0.00**	**0.00**	**492,373.55**

43 **a) Level 1** - This hierarchy includes financial instruments measured using quoted prices (unadjusted) in active markets.
b) Level 2 - This hierarchy includes financial instruments measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
c) Level 3 - This hierarchy includes financial instruments measured using inputs that are not based on observable market data (unobservable inputs).

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Particulars	Level 1	Level 2	Level 3
As at March 31, 2025	Nil		
Financial liabilities measured at fair value:			
Total			
As at March 31, 2024	Nil		
Financial liabilities measured at fair value:			
Total			

45 The amortised cost of financial instruments is considered as same as their carrying value in absence of the material impact on financial statements. In case of long term security deposits, discounting is not performed due to no material impact on financial statements.

46 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

47 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

48 No dividends have been declared or paid during the year by the Company.

49 The Company is in the process of reconciling form 26AS/AIS/TIS with its books of accounts. Upon completion adjustment entries, if any, will be made in the books of accounts.

50 The Company has followed the applicable amendment to schedule III as specified vide notification dated 24.03.2021 Upon completion the required data/ disclosures furnished during Q4 FY 2024-25.

51 The Company's objective when managing capital are to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and maintain an appropriate capital structure of debt and equity. The Board of Directors (BOD) has the primary responsibility to maintain strong capital base and reduce the cost of capital through prudent management in deployment of funds and sourcing by leveraging opportunities in financial markets so as to maintain investors, creditors & markets confidence and to sustain future development of the business. The Company's policy is to maintain a strong capital structure with a focus to mitigate all existing and potential risks to the Company, maintain shareholder, vendor and market confidence and sustain continuous growth and development of the Company. The Company's focus is on keeping a strong total equity base to ensure independence, security, as well as high financial flexibility without impacting the risk profile of the Company. In order, to maintain or adjust the capital structure, the Company will take appropriate steps as may be necessary. The Company has monitored the long term debt equity ratio which is as follows.

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
Long term debt (including current maturities of long term debts)	6,000.00	12,000.00
Equity (Including capital reserve)	157,143.47	174,949.81
Long term Debt to Equity Ratio	0.04	0.07

52 **Financial risk factors -** The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk- Interest rate	Short-term borrowings at variable rates	Sensitivity analysis	Company has taken all the borrowings at competitive market rate of interest. NO derivative have been taken by the company for hedging purposes.
Credit risk	Cash and cash equivalents and trade receivables	Ageing Analysis	Diversification of bank deposits in public sector bank. Company has primary receivables from public sector undertaking.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Maintain adequate cash and cash equivalents

a) Market Risk -

i) Interest rate risk - The company has obtained borrowings at variable rate of interest. Hence company is exposed to change in interest rate. Company's borrowings are denominated in INR currency

₹ in Lakhs

Particulars	As at March 31, 2025	As at March 31, 2024
Variable rate borrowings	117,609.77	135,252.80
Fixed rate borrowings	30,000.00	30,000.00
Total borrowings	**147,609.77**	**165,252.80**
ii) Sensitivity - Profit or loss is sensitive to higher/lower expense from borrowings as a result of change in interest rates. The below table summarizes the impact of increase/decrease in interest rates on Profit or loss.		
Impact on profit before tax		
Interest rates- Increase by 50 Basis points	588.05	676.26
Interest rates- Decrease by 50 Basis points	-588.05	-676.26

b) Credit Risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables . Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

(i) Credit Risk on trade receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Major trade receivables are mainly derived from execution of contracts. These are considered good based on the recovery analysis performed by the company. Company has customers central/state government utilities with capacity to meet the obligations and therefore the risk of default is negligible. Further, management believes that the unimpaired amounts that are 30 days past due date are still collectable in full, based on the payment security mechanism in place and historical payment behavior. Considering the above factors and the prevalent regulations, the trade receivables continue to have a negligible credit risk on initial recognition and thereafter on each reporting date.

(ii) Credit Risk on other financial assets

The Company considers that all the financial assets that are not impaired and past due for each reporting dates under review are of good credit quality. The Company does not hold any collateral or other enhancements to cover its credit risks associated with its financial assets. Further, cash and cash equivalents are held with public sector banks and do not have any significant credit risk.

c) Liquidity Risk

The Company's principal sources of liquidity are cash and cash equivalents generated from operations. Company manages our liquidity needs by continuously monitoring cash in flows and by maintaining adequate cash and cash equivalents. Net cash requirements are compared to available cash in order to determine any shortfalls. Short term liquidity requirements consist mainly of trade payable, current maturities of long term borrowings, etc. arising during the normal course of business as at each reporting date. Company maintains a sufficient balance in cash and cash equivalents to meet our short term liquidity requirements. Company assesses long term liquidity requirements on a periodical basis and manages them through internal accruals.

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Exceptional items* :		₹ in Lakhs
Income/Expense	**Nature**	**Amount**
Expense	Interest on PL incured by the Company upon settlement of dispute in various units.	1418.32
Expense	Part provision made by the unit of the Company in respect of certain electicity dues payable to UPPCL as detailed in note 31(11)(xvii) above.	183.43
Expense	Sales tax arrears paid including interest and penalties pertaining to FY 2015-16 vide an order passed under The application in Form-I filed under section 12 of the Maharashtra Settlement of Arrears of Tax, Interest, Penalty or Late Fee Act, 2023.	37.97
Expense	CGST paid for the month of May 2019 based on the demand.	18.74
Expense	Part amount paid towards GST demand pertaining to FY 2019-20.	56.10
Expense	Property Tax pending settlement since year 2008-09 to 2023-24 under litigations settled in current year (Refer note 31(11)(vii)).	2999.62
Expense	Sale of CDOT land during the year which was under litigation since year 2003, the said amount is net of Rent receivable and royalty payable which is adjusted as a full and final settlement.	3567.91
Expense	DRI -Anti dumping duty paid against notice.	118.61
Expense	Liquidated damages.	198.92
Expense	Compensation paid by the Company in respect of certain damage movable property.	25.86
Income	Profit on sale of CDOT Land which was under dispute since year 2003	-10,919.00
Income	Profit on sale of Strom water Land under dispute since year 2023	-1210.09
*The above disclosure is furnished to the extent identified.		

54 a) All amounts disclosed in the Ind AS Financial Statements and notes have been rounded off to the nearest rupees in lakhs except as otherwise stated.

b) Previous year figures have been regrouped/recast wherever necessary for purposes of comparability.

c) Current year's figures of assets and liabilities have been grouped as financial and non-financial assets under current and non-current as required under Schedule III (Division II) effective from 01.04.2016.

d) The financial statements of the company for the year ended March 31, 2025 were approved for issue by the board of directors on May, 27 2025.

₹ in Lakhs

55

Previous period's figures have been regrouped and reclassified wherever necessary to conform to current period's classification.					
Group	**Particulars**	**Note No.**	**Reclass Figures as on 31/03/2024**	**Signed Figures as on 31/03/2024**	**Difference**
(1) Non-current assets	(a) Property, Plant & Equipment	1	266,382.81	266,379.48	3.33
(1) Non-current assets	(c) Investment Property	3	6,814.24	6,817.58	-3.33
(1) Non-current assets	(iv) Others	4(d)	136.45	3.00	133.45
(1) Non-current assets	(j) Other non current assets	5	4,002.91	0.52	4,002.39
(2) Current assets	(ii) Trade receivables	7	245,532.84	244,081.25	1,451.59
(2) Current assets	(iii) Cash and cash equivalents	8(a)	11,826.86	10,526.11	1,300.75
(2) Current assets	(iv) Bank Balances other than (iii) above	8(b)	71,749.64	72,715.92	-966.28
(2) Current assets	(v) Loans	9(a)	35,895.96	79,957.50	-44,061.53
(2) Current assets	(vi) Others	9(b)	224,746.43	218,180.01	6,566.42
(2) Current assets	(d) Other current assets	10	41,146.63	9,638.66	31,507.96
(2) Current assets	(3) Corporate Office/Unit/ROs A/Cs (Debit Balances)	10A	842,990.17	844,078.92	-1,088.75
(1) Non-Current Liabilities	(i) Borrowings	14(a)	12,005.40	12,000.00	-5.40
(1) Non-Current Liabilities	(ia) Lease Liabilities	14(b)	59.66	42.99	-16.67
(1) Non-Current Liabilities	(iii) Others	14(d)	6,767.85	7,933.30	1,165.46
(1) Non-Current Liabilities	(c) Provisions	15	4,456.12	5,363.29	907.18

(2) Current Liabilities	(i) Borrowings	17(a)	168,064.38	167,545.86	-518.52
(2) Current Liabilities	(ia) Lease Liabilities	17(b)	-	16.67	16.67
(2) Current Liabilities	(ii) Trade payables	17(c)	157,987.28	155,746.66	-2,240.62
(2) Current Liabilities	(iv) Others	18	136,636.62	200,979.49	64,342.87
(2) Current Liabilities	(b) Other current liabilities	19	263,313.10	200,637.71	-62,675.39
(2) Current Liabilities	(c) Provisions	20	16,603.56	15,696.00	-907.56
(2) Current Liabilities	(3) Corporate Office/Unit/ROs A/Cs (Credit balances)	21A	842,990.19	844,078.97	1,088.78

56 Bengaluru Plant has hospital for the welfare of the existing and ex employees health, the management has obtianed service certificate for running the hospital in the premises. The expense related to medical and other are accounted in Bengaluru Plant book of accounts.

57 Ind AS 115 has become effective from 1st April 2018. The core principle of this Standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Note: The accounting policies & accompanying notes form part of the financial statements

As per our report of even date
For: B.K.Ramadhyani & Co.LLP
Chartered Accountants
Firm Reg No.:002878S/S200021

For & on Behalf of Board of Directors

Vasuki H S
Partner
M.No.212013
Place: Bengaluru
Date : June 13, 2025

Y Sathyan
Company Secretary
CS No. A26464
Place: Bengaluru
Date : May 27, 2025

Rajeev Srivastava
Director Finance & CFO
DIN:08921307

Rajesh Rai
Chairman & Managing Director
DIN:10052045

ANNEXURE -1

Disclosure of Related Party Transactions (Consolidated) for the Quarter & Year ended 31.03.2025

32. Related Party Disclosures

a) Associate/Joint Venture

Name of the Entity	Place of Business	Ownership Interest Held by Company		Ownership Interest Held by Non-Controlling Interests		Principal Activities
		As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024	
INDIA SATCOM LIMITED	India	49.06%	49.06%	50.94%	50.94%	VSAT Manufacturing & Servicing

b) Key Managerial Personnel's Details:

₹ in Lakhs

Name of Directors/ Key Management Personnel's	For the Quarter ended 31.03.2025	For the year ended 31.03.2025	For the year ended 31.03.2024
Shri Rajesh Rai - CMD	10.81	42.47	39.97
Shri Rajeev Srivastava - Director (Finance) & CFO	8.22	30.38	28.88
Shri. C.V. Ramana Babu - Director (Marketing)	12.17	46.98	8.21
Smt S Jeyanthi - Director (Production) & Director HR - Addl. Charge	7.36	28.42	25.88
Shri Y Sathyan - Company Secretary (W.e.f. 24.12.2024)*	5.13	5.55	-
Smt R Vasanthi - Director (Production) - Addl. Charge - till 19/05/2023	-	-	3.31
Smt Shalini Ghatak - Company Secretary (till 17.06.2024)*	-	2.49	8.41
Shri Rakesh Chandra Tiwari - Ex- Director (Marketing)	-	-	35.28
Dr. Raja Nayak - Independent Director	-	1.35	1.50
Shri. Shri Billeswar Sinha - Independent Director	-	1.05	1.20
Smt Mamta Palariya - Independent Director	-	1.35	1.30
* Part of the year			

c) The transactions with Related Parties other than Key Management Personnel are as follows (Previous Year figures are shown in brackets) :

Particulars	Associate/ Joint Venture
	INDIA SATCOM LIMITED
Purchase of Goods	Nil
Sale of Goods	
Rendering Services	
Services Received	
Rent Received (Lease)	
Interest Income	
Dividend Income on Investments	
Loan Outstanding (including Interest) as on 31.03.2025	
Trade Payables Outstanding as on 31.03.2025	
Trade Receivables Outstanding as on 31.03.2025	
Investment in Equity as on 31.03.2025	40.55 lakhs (40.55L)
Advances for Purchase Outstanding as on 31.03.2025	Nil

d) All transactions dealt with related parties are on arm's length basis.

e)	**All Outstanding balances(other than loan) are Unsecured and is repayable in cash within next 6 months. For Outstanding balance of loans refer note below.**
f)	**Loans to Related Parties:**
	Nil
g)	**Management Contracts including deputation of Employees:**
	Nil
h)	**Transaction with Government and Government Related Entities :** As ITI is a government entity under the control of Ministry of Communications (MoC), the company has provided detailed disclosures required under Ind AS 24 wrt related party transactions with government and government related entities. However as required under Ind AS 24, following are the individually significant transactions :- 1. Buyback of Shares. 2. Bonus Issued. 3. Dividend Paid.

B.K. Ramadhyani & Co LLP
Chartered Accountants

To,
The Members of ITI Limited

Report on Consolidated Financial Statements of ITI Limited

Disclaimer of Opinion

We were engaged to audit the accompanying Consolidated Financial Statements('CFS') of ITI Limited ("The Company") which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows, Statement of Changes in Equity for the year then ended and a summary of material accounting policies and other explanatory information.

We do not express any opinion on the accompanying CFS of the Company. Because of the significance of the matters described in the 'Basis for Disclaimer of Opinion' section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these CFS.

Basis for Disclaimer of Opinion

1. The CFS of the Company for the year ended March 31, 2024, as approved by the Board of Directors on May 28, 2024, was reported upon by us vide our audit report issued on July 31, 2024. Vide this report, we had issued a Disclaimer of Opinion on the said CFS due to the significance of the matters described in the 'Basis for disclaimer of opinion' section of the said report and our inability to quantify/ascertain the impact of matters covered therein on the CFS for the said financial year. Those comments and observations may continue to impact the CFS for the current year.

2. The Company did not have adequate internal financial controls with reference to its financial statements as required by section 134 of the Companies Act, 2013, which may in turn result in errors and misstatements therein which may remain undetected and have a material impact thereof. This includes non-establishment of a sound information systems security policy and general controls interalia with adequate controls, safeguards and oversight over access, use of passwords, change management, modifications/edits made to data through the application or to the database/backend changes, with adequate audit trails and periodical reviews of the same.

3. The Company has recognized the sale of a portion of its land and an old building at Electronic City Bangalore to Centre for Development of Telematics (C-Dot') at an agreed consideration of Rs. 20,000 lakhs and the consequent profit on sale thereof amounting to Rs. 10,919 lakhs, pursuant to an agreement to sell dated February 17, 2025, and approvals from Department of Telecommunications, Government of India for the sale. Pending demarcation of the relevant property by the Karnataka Industrial Areas Development Board ('KIADB') as at March 31, 2025, subsequent confirmation of demarcation by Electronic City Industrial Township Authority, receipt of balance consideration of Rs.10,000 lakhs, execution of sale deed in favor of the buyer and the consequent transfer of control over the said property to the latter, the derecognition criteria laid down in IndAS-16 'Property, Plant and Equipment' ('PPE') is not satisfied. Had the Company not recognized the said sale, 'Assets held for sale' would have reflected a balance of Rs. 9,081 lakhs, 'Other current assets' would have been lower Rs. 4,152 lakhs (after adjusting other receivables by the Company, simultaneously to be settled without payment), 'Loss for the year' and 'Total comprehensive income (loss)' would have been more by Rs. 10,919 lakhs, Current Liabilities and provisions would have been more by Rs. 2,280 lakhs (after adjusting other dues by the Company, simultaneously to be settled without payment), debit balance in Profit and Loss account would have been more by Rs. 10,919 lakhs, 'Earnings per share' would be lower at Rs. (3.00) as against the reported amount of Rs. (2.24).

4. We had in paragraph 7 under the head 'Basis for Disclaimer of Opinion' vide our report dated July 31, 2024, on the consolidated financial statements for the financial year ended March 31, 2024, reported that assets though put to use in prior years aggregating to Rs. 11,620.82 lakhs had been held in 'Capital Work in Progress' and not capitalized as PPE. During the year, the Company has capitalized as PPE/ Investment Property('IP'), the new data center to an extent of Rs. 2,679.92 lakhs, NIFT building of Rs. 6,582.06 lakhs and other assets to an extent of Rs. 2,355.16 lakhs, all held in Capital Work in Progress as at April 01, 2024. Since this was a 'Prior period error' within the meaning of Ind AS 8 - Accounting Policies, Changes in Accounting estimates and Errors', the Company ought to have restated its prior year's figures including the additional charge for depreciation relating to the period up to March 31, 2023, and for the year ended March 31, 2024. For want of full information, we are unable to prepare/quantify the effect of the restated balance sheet as at April 01, 2023, all affected figures for the year ended March 31, 2024, and the charge for depreciation for year under review/loss for the year/earnings per share and consequent disclosures.

5. The Company is in the process of reconciling the value of land as per the asset register with the respective title deeds/ documents across various locations of the Company. Company has an independent list of land owned at various locations, wherein the respective title deeds are being corelated to the records maintained by civil engineering department. We have relied on the documents furnished for verification of title deeds and do not express any independent opinion on the

same. Further, the auditors of Naini (M/s Vinay Kumar & Co) and Palakkad (M/s Balaram & Nandakumar) units have commented on the limitations in respect of title deeds of the units. Land measuring 77 Acres at Palakkad valuing Rs.19,470 Lakhs (Carrying Value) have been resumed by the Govt of Kerala and is under adjudication of the Apex Court. The value of Land as shown in the CFS includes such land resumed by the Govt of Kerala pending decision by the Apex court.

6. Fixed asset records (FAR) maintained in excel sheets are with inadequate description and location of assets, which in turn may impact the rate of depreciation to be applied and the consequent written down value of assets. The FAR is not updated for land held by the Company including revaluation amounts. Management has not assessed assets which are unserviceable/ not in working condition and has not recognized any provision for diminution in value with respect to such assets. The Company has not made available records in support of physical verification of PPE carried. In the absence of such comprehensive data in FAR, documentation in support of physical verification carried out and adjustment of discrepancies, if any arising from reconciliation of the same with book records and non-identification of assets which are unserviceable/ not in working condition, we are unable to comment on compliance with IndAS-16 'Property, Plant and Equipment'.

7. Requisite details of certain land and buildings owned by the Company/taken on lease (sale/lease deed, location, purpose for which property is put to use, categorization between PPE and IP, whether any amortization of the same is required, income derived therefrom, etc.) were not furnished to us. The written down value of such assets as at March 31, 2025, aggregated to Rs. 18,746.49 lakhs. The Company has recognized income during the year and prior years for which either there were no rental agreements or agreements had expired pending renewal. The Company has not furnished required disclosures as per IndAS 40- Investment Property including the fair values (FV) of its IPs, the basis of determining its FV, rental income derived from such properties and direct operating expenses (including repairs and maintenance) arising from IP that generated rental income during the year etc. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the CFS.

8. In terms of the 'Material Accounting Policies', the Company has not provided any documentation in support of the evaluation carried out to test for impairment of assets in compliance with IndAS 36 'Impairment of Assets'. Accordingly, we are unable to satisfy ourselves whether any provision for impairment of assets is required to be recognized in these CFS.

9. Unrealized gains/losses on laptops produced by the Palakkad unit of the Company and transferred to other units for captive use have not been assessed and eliminated. In the absence of sufficient appropriate audit evidence, effect on CFS could not be ascertained.

10. Internally developed software by a unit of the Company for captive use has not been evaluated for recognition in terms of IndAS 38- 'Intangible Assets' and measured, if required. In the absence of sufficient appropriate audit evidence, effect on CFS could not be ascertained.

11. The Company has not identified lease contracts entered into by it as a lessee/lessor within the meaning of IndAS 116 – Leases and has consequently not adopted the principles of recognition, measurement and disclosure contemplated therein, contrary to accounting policy but has expensed off/recognized as income in the Statement of Profit and Loss as per contractual terms. Security deposits paid/received thereon have not been recognized in the Statement of Profit and Loss in accordance with Ind AS 109 – Financial Instruments. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the CFS.

12. The Company did not have a system of appropriating payments received against specific bills raised and only maintains a running account of bills raised and payments received. Consequently, the Company has furnished, based on excel workings, age-wise data in respect of trade receivables as mandated by schedule III, part II to the Companies Act, 2013. We could not independently validate the ageing data so furnished with the books of account The Company did not furnish bill wise breakup for certain trade receivables. Further, the Company did not obtain confirmation of balances / statements of account for its trade receivables refer note 31(3) and 31(40) of CFS. The Company has not assessed and recognized the quantum of expected credit loss in terms of IndAS 109 - Financial Instruments' and has not furnished the requisite disclosures required in respect thereof. The Company did not furnish us requisite analysis/breakup of unbilled revenue of Rs 1,79,339.58 lakhs identifying the milestones to be achieved before the same can be billed, the further costs yet to be incurred to achieve such milestones and the estimate of likely costs of rework/modifications that are to be incurred in the process of achieving certification from its customers. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the CFS.

13. The Company has several old balances in various receivable accounts in the nature of deposits, claims recoverable and other receivables(both current/non-current) including certain receivables which are disputed amounting to Rs. 7,015.11 lakhs, which are long outstanding and with no adequate supporting. The Company has also not obtained confirmation of balances/ statements of account/ reconciliation with books of accounts/ not assessed and recognized the quantum of expected credit loss in terms of IndAS 109 - 'Financial Instruments'. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the CFS.

14. The Company had received soft loan from the Government of India in the financial year 2014-15 of Rs. 30,000 lakhs carrying interest at the rate of 1%. This loan was not recognized at fair value after considering the market borrowing rate. The Company has not identified financial assets and financial liabilities within the meaning of IndAS 109 and has consequently not adopted the principles of recognition, measurement and disclosure contemplated therein. In the absence of sufficient appropriate audit evidence, we are unable to ascertain impact, if any, on the CFS.

15. The Company did not carry out physical verification of inventory at all locations, in the absence of which excess/shortages as compared to book records were not assessed. Inventories with book value of Rs. 23,138.76 lakhs, lying in the various sites/outside locations/stores for which assessment of net realizable

value as at March 31, 2025, was not made available. The Company's inventories include old and non-moving items and has not carried out any ageing, usefulness and serviceability assessment to ascertain obsolete inventories, if any. List of inventories was not furnished to confirm its bifurcation into raw materials, components, stores, work in process, manufactured components, finished goods, material in transit and goods pending inspection along with requisite quantitative stock reconciliation statements. We could not independently validate the stock records with valuation made by the Company with supporting documents. We have not been able to independently verify and ensure compliance with IndAS 2- Inventories.

16. In the absence of complete details/nature and ageing of each amount payable, reasons for their pendency, reasons for non-claim by parties where applicable, confirmations/statements of account/reconciliations prepared of certain liabilities (both current/non-current) and advances received from customers of Rs. 1,84,574.93 lakhs, we have not obtained sufficient appropriate audit evidence and are unable to comment on its completeness/ accuracy. The data regarding ageing of trade payables as disclosed vide note 17(c) & 14(c) CFS is as furnished by the management and in absence of bill-wise breakup, we are unable to independently validate the same.

17. Reference is invited to note 17 (c) & 14(c) to the CFS regarding disclosure of information pertaining to dues to micro and small enterprises in terms of the Micro, Small and Medium Enterprises Development Act, 2006. Pending identification of such vendors and consequential non-provision for interest, if any, in terms of section 23 of the said act, we have not obtained sufficient appropriate audit evidence and are unable to comment on its completeness/ accuracy.

18. The Company has not carried-out any fair valuation assessment in terms of the IndAS 109 'Financial Instruments' in respect of its financial assets and liabilities which are receivable/payable beyond a period of 12 months from the date of initial recognition (examples: certain employee receivables, retention money payable, security deposits accepted/paid, etc.) for the purposes of determination of amortized costs and amortization/recognition of expenses/income of the differential between amortized cost and contractual amounts payable/receivable.

19. The Company's contribution to ITI Employees Provident Fund Trust ('PF Trust') as detailed in its Material Accounting Policies has been considered as a defined contribution plan and not as a defined benefit plan, both for the current and prior years. Accordingly, the liability to the trust ought to have been evaluated actuarily and recognized rather than at 12% of the eligible salaries to be made over during the year. We have also not received the audited financial statements of the PF Trust to assess whether there is any shortfall between the income received by the PF Trust and interest expense recognized based on the rate of interest declared by the Provident Fund Commissioner, Government of India for the year or prior years. Consequent disclosures required in terms of IndAS 19 – Employee Benefits have not been furnished.

20. The Company has not reconciled its books of accounts with its GST returns (GSTR-1/3B/2A/2B/6/7/7A/9&9C) filed across all its registrations refer note 31(3) of CFS. (turnover, exempt turnover, taxes payable, input tax credit available/availed and tax deducted at source). The Company has not segregated the goods and service portions of the advances received based on respective contracts and remitted GST liability on the service portion of the same. Pending such bifurcation, we are unable to ascertain the quantum of GST liability on advances payable and required provision along for interest payable. The company has not ascertained the reversal of GST input and interest thereon on account of non-payment of vendors before 180 days. The Company has not filed its annual return of reconciliation of turnover between books and returns for certain registrations pertaining to the financial years 2021-22, 2022-23 and 2023-24 respectively, contrary to rule 80 of the CGST Rules, 2016. Reconciliation for the current year between its books of account and returns for each registration has also not been furnished to us.

21. The Company has not reconciled the entries in forms 26AS, TIS and AIS in the Income Tax portal website with its books of account for the current and prior years. The Company has not disclosed the TDS/ TCS receivables appropriately in terms of Schedule III of the Act.

22. The Company has reported to the extent ascertained its contingent liabilities/ legal/ arbitration cases and capital commitments as detailed in note 31(10) & 31(11) of CFS . In the absence of full and comprehensive list across all divisions/units/ROs/Corporate office of the Company with testing of the probability of the liability devolving supported with appropriate legal advice wherever required, we are unable to ascertain the completeness/accuracy of the values reported in the said note and any provisions that may be required to be recognized in this respect.

23. The Company has not identified warranty obligations as a distinct performance obligation within the meaning of IndAS 115 – 'Revenue from contracts with customers' but recognizes the same as and when obligations arise on the plea that it generally has a back-to-back claims against its vendors. The company has not provided us with the requisite documentation indicating such rights in each contract entered into by it.

24. a. The Company has entered into composite contracts with certain customers for planning, engineering, supply, installation, commissioning, testing and annual maintenance, involving substantial amounts. In these cases, the Company has recognized revenue for supply of goods to customers based on dispatches and for services, wherever completed by it, as at year end. The Company has not furnished us with the requisite documentation substantiating compliance with the preconditions for recognizing revenue in terms of IndAS 115-Revenue from Contracts with Customers and passing of controls to the latter over the goods and services. The Company has also not assessed probable losses which it might incur on account of cost overruns and in completion of services, requiring recognition.

    b. Attention is invited to foot note of note 22 of the CFS where in the Company has enumerated the status of a contract with Ministry of Defense, government of India, for supply and establishment of Army Static Switched Communication Network (ASCON) at an agreed consideration. In terms of the said contract, the Company was to mandatorily demonstrate its complete solution to bring out its capabilities vis-à-vis the requirements of the customer, which would be

evaluated by the latter and form an essential part of the test bed evaluation process. We are informed for the reasons stated in the said note that the test best approval was awaited as at March 31, 2025, which is expected upon completion of certain activities as detailed therein. The Company has proceeded with part execution of the contract pending test bed final approval and in the opinion of the management of the Company is not impacting the revenue already recognized up to March 31, 2025, to an aggregate extent of Rs. 1,69,522.25 lakhs. We cannot express any independent opinion on such revenue recognized.

25. We understand that the Company entered into a Memorandum of Understanding ('MOU') with the Minister of State, Department of Minority Affairs and Madrasah Education (MA&ME), Govt of West Bengal dated February 25, 2021 for execution of Infrastructure and IT Development Project wherein it was to host, operate, administer and execute the said project for a consultancy charge of 5% of the total vetted estimated cost of Detailed Project Reports (DPR) without GST. Pursuant to this MOU, the Company reportedly issued Work Orders (WOs) to several vendors before obtaining approvals from the corporate office. The work order issued by MA&ME was reportedly cancelled by the Minister of Minority Affairs, Government of India on March 2, 2022, and Company in turn reportedly cancelled the WOs issued on various vendors on September 2, 2023. Certain vendors to whom contracts had been awarded have reportedly filed writs in the High Court of Kolkata regarding non-payment of dues by the Company for work completed by them to an extent of Rs. 292 lakhs (to the extent furnished to us). There were reportedly irregularities observed in the receipt of the said MOU and as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the Chief Vigilance Officer (CVO) to Chairman and Managing Director (CMD) dated July 25, 2023. Management has represented that these irregularities are in the nature of negligence and has confirmed that there is no fraud committed in this respect. We have relied on the information and explanations furnished by the Company and do not express any independent opinion on the said matter including any probability of fraud. Effect on the CFS, if any, is not ascertainable at this stage.

26. The Company has reported certain non-compliances with various provisions of the SEBI Listing Regulations/Companies Act, 2013 ('the Act') interalia in respect of quorum for board meetings, non-compliance with the constitution of audit and risk management committees, specified proportion/ number of independent directors. Consequential non-provision for penalty and interest on such non-compliance not recognized in the CFS.

27. The Company received Rs. 5,900 lakhs on January 23, 2025, from the Government of India through the Department of Telecommunications (order dated January 21, 2025) for specified capital projects, as equity investment per communication dated January 08, 2025, from Government of India to DOT. While the Board approved the share issuance on May 27, 2025, the Company did not obtain prior shareholder approval via special resolution under Section 62(1)(c) of the Companies Act, 2013, including not obtaining a valuation report in support of its issue price. It also did not comply with Section 42 procedures for private placement or the applicable stock exchange listing regulations. The Company believes that Regulation 70 of SEBI (ICDR) Regulations, 2009 exempts it from passing a special resolution; however, no such exemption exists under the Companies Act. Further, the shares were not allotted within 60 days of receipt nor was the amount refunded within the next 15 days, leading to the funds being regarded as a deposit under Rule 2(1)(c)(vii) of the Companies (Acceptance of Deposits) Rules, 2014. The impact of this non-compliance on the consolidated financial statements could not be ascertained.

28. Attention of the members is also invited to our comments in para 2(j)(vi) of the section on 'Report on legal and regulatory matters' regarding audit trails and in Annexure D, pursuant to the directions of the Comptroller and Auditor General of India. We are unable to assess the impact of these observations on the CFS.

29. There are current and old balances carried forward in certain assets and liabilities accounts which are set out in Annexure A to this report. In respect to these accounts, management has not furnished us the composition of such balances and requisite records in support thereof. In the absence of sufficient appropriate audit evidence, we are unable to assess the impact of the same on the CFS.

30. The Company has not furnished certain disclosures as required under Schedule III of the Act in respect of the details of quarterly returns / statements of Current assets filed by the Company with banks and accordingly we are unable to comment if those returns were in agreement with the books of accounts or reconciliations/reasons of material discrepancies, if any, if there were differences.

Common to all matters dealt with above:

We are unable to obtain sufficient appropriate audit evidence to form an opinion on the CFS due to the potential interaction of the multiple/undetected misstatements, if any, contained therein and assessment of their possible individual and cumulative effect thereof, which may be material and pervasive, and accordingly forms the basis for the disclaimer of opinion.

Material Uncertainty for continuing as a Going Concern.

The Company incurred a net loss of Rs. 21,489.04 lakhs during the year ended March 31, 2025 with its current liabilities as at year end being more than its current assets as reflected in the CFS and such gap likely to increase in the wake of our qualifications outlined in the foregoing paragraphs under the heading 'Basis for Disclaimer of Opinion' may cast a doubt on the ability of the Company to continue as a going concern. Reference is drawn to note 31(4) of CFS where in the management is of the opinion that going concern basis of accounting is appropriate in view of the factors outlined in the said note. The appropriateness of the going concern is subject to successful attainment of the plans of the Company. Our opinion is not modified in respect of this matter.

Emphasis of Matter

According to the Company, Uttar Pradesh Power Corporation Limited('UPPCL') has shown excess reading of electricity bill, which has been decided by Consumer Forum in its favor but still Rs. 326.26 lakhs is being shown as arrears of dues in their bill. Unit has reportedly filed a case against UPPCL in the Hon'ble High Court at Lucknow and the matter is sub judice. (As reported by M/S Chandnani Singh & Associates, Chartered Accountants, RaeBareli unit of the Company).

Other Information

The Company's Board of Directors is responsible for the other information, which consist of Company information, ten-year digest, figures at a glance, director's report and report on corporate governance ('Other Information'). Our opinion on the CFS do not cover the Other Information and we do not express any form of assurance/ conclusion thereon. In connection with our audit of the CFS, our responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the CFS, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. Management has represented to us that Other Information for the financial year March 31, 2025, have not been finalised and accordingly, the same was not furnished to us.

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

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these CFS that give a true and fair view of the net profit/ loss and other financial information, the Statement of Assets and Liabilities and the Statement of Cash Flow in accordance with the recognition and measurement principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2021, issued there under and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the CFS that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

Our responsibility is to conduct an audit of the CFS in accordance with Standards on Auditing and to issue an auditor's report. However, because of the matters described in the Basis of Disclaimer of the opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion of CFS.

We are independent of the Company in accordance with the ethical requirements in accordance with the requirements of the Code of Ethics issued by ICAI and the ethical requirements as prescribed under the laws and regulations applicable to the Company.

Other Matters

a. We did not audit the financial statements of the Mankapur, Raebareli, Srinagar, Naini & Palakkad Branches included in the CFS of the Company, whose financial statements reflect total assets of Rs.2,13,613 lakhs, total income of Rs. 38,294 lakhs and total loss of Rs. 22,952 lakhs for the year ended March 31, 2025, (excluding inter-unit balances and transactions). The financial statements of these Units have been audited by Unit auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these units is solely on the reports of such unit auditors.

b. We did not audit the financial statements of the associate considered in preparation of this statement, which constitute share of profit for the year ended March 31, 2025 Rs. 1,826. The audited financial Statements and other financial information in respect of an associate is based on management certification and our opinion on the result, to the extent they have been derived from such financial Statements is solely on the basis of the said Management certification. Our report is not modified in respect of this matter.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, we give in the

"Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, which is subject to the possible effects of the matters described in the 'Basis for Disclaimer Opinion' section of our Independent auditor's report and in our report on the Internal Financial Controls over Financial Reporting.

As required by section 143(3) of the Act, we report that:

a. As described in the 'Basis for Disclaimer of Opinion' section above, we have sought but were not able to obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except in respect of matters described in the 'Basis for Disclaimer of Opinion' section above.

c. The reports on the accounts of branch/ unit offices of the Company audited by branch/ unit auditors have been forwarded to us and have been duly dealt with while preparing this report.

d. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account, except for gross block and accumulated depreciation of PPE and IP as per books are not in agreement with the corresponding figures in the relevant notes to the CFS.

e. Due to the possible effects of the matters described in the 'Basis for Disclaimer of Opinion' section above, we are unable to state whether the aforesaid CFS comply with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2021, as amended.

f. As per GSR- 463 (E) dated June 5, 2015, issued by the Ministry of Corporate Affairs, the provisions of Section 164(2) of the Companies Act, 2013 regarding disqualification of director(s) is not applicable to the Company, since it is a Government Company.

g. The reservation/modification relating to the maintenance of accounts and other matters connected therewith are as stated in the 'Basis for Disclaimer of Opinion section'.

h. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C" and paragraph 2 of the section 'Basis for Disclaimer of Opinion'. Our report expresses a disclaimer of opinion on the Company's internal financial controls over financial reporting for the reasons stated therein.

i. Except for the possible effects of the matters described in the 'Basis for Disclaimer of Opinion' section above, with respect to the other matters to be included in the Independent Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Company has disclosed the estimated impact of pending litigations on its financial position as detailed in Note 31(11) to CFS, to the extent ascertained. Refer para 22 of the section 'Basis for Disclaimer of Opinion' of our report.

   ii. The Company has made provisions, as required under applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts, subject to our comments in para 24 (a) of the section 'Basis for Disclaimer of Opinion' of our report. The Company did not enter into any derivative contracts.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

j. i. Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

   ii. Management has represented, that, to the best of its knowledge and belief, 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

   iii. Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us

to believe that the representations under sub-clause (i) and (ii) above contain any material misstatement.

k. The Company did not declare or pay any dividends during the year. Accordingly, no reporting under the said sub clause is applicable.

l. The Company uses multiple accounting software ('Tally Prime™' and 'Integrated Manufacturing Management System' (IMMS)) for maintenance of its books of account for the financial year ended March 31, 2025. We understand, based on examinations, including certain test checks and discussions with the management, that Tally Prime Edit Log version software had a feature of recording audit trail (edit log) facility and the same was operated throughout the year except Bangalore NSU unit, where such audit trails were implemented in the month of June 12, 2024. The branch auditors of Raebareli and Srinagar units of the Company have not commented on availability of audit trails/edit log facilities and the same were also not furnished to us. We have not come across any instances of the audit trail features being tampered with for the period except in respect of Raebareli and Srinagar units, where such examination could not be carried out. Based on Tally Prime's architecture, we understand that there is no audit trail (edit log) of database changes. Palakkad unit uses 'IMMS' software which has a feature of recording audit trail (edit log) facility. The audit trails of changes to this software were not furnished to the branch auditors. Many of the records used for preparation of CFS like payroll, inventory/ fixed asset records, billing and invoicing on customers etc., at certain units are maintained in excel/ other software, where there are no audit trails/ edit logs. The auditors of the India Satcom Limited 'K V Narasimhan & Co., Chartered Accountants have not commented on availability of audit trails/edit log facilities and the same were also not furnished to us.

The Company based on explanations furnished has preserved audit trails of Tally for the financial year 2023-24 from the date they were activated, differently at various units. We are unable to comment on the audit trail preservation in respect of IMMS software.

m. As required by section 143(5) of the Act, we report on matters covered in the directions issued by the Comptroller and Auditor-General of India, the action taken thereon and its impact on the CFS of the Company in "**Annexure D**".

For B.K. RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN: 25212013BMLXLU3163

Place: Bengaluru
Date: June 13, 2025

Statement setting out balances relating to assets and liabilities as at year end whose composition and requisite records in support there of were not furnished to us

Annexure A to the Audit Report

Unit/RO name	Ledger Name / Group Name	Debit / Credit	24-25 Closing Balance
RO Bhubaneswar	Advances From Customer	Credit	-5,34,488
RO Bhubaneswar	19103 SERVICE TAX	Credit	-3,89,165
Ro Hyderabad	14705 - Security Deposit	Credit	-1,05,57,388
Ro Hyderabad	28570 EMD FROM VENDORS	Credit	-79,65,826
Ro Kolkata	18251 SECURITY DEPOSIT FROM CONTRACTORS	Credit	-55,12,865
Ro Kolkata	18200 FOR OTHER LIABILITIES	Credit	-99,915
RO Delhi	19103 Service Tax	Credit	-83,03,254
RO Delhi	19105 Rajasthan/MP Tax	Credit	-12,012
RO Delhi	142 45 Security Deposits	Credit	-1,91,90,650
RO Delhi	18220 SALARY PAYABLE	Credit	-12,63,148
RO Delhi	MISC RECOVERY FROM SALARY	Credit	-1,98,048
RO Lucknow	18220 SALARY PAYABLE	Credit	-17,67,574
RO Lucknow	RECOV. SUPPILERS/OTHER	Credit	-11,42,35,160
RO Lucknow	18260 MISC. LIABILITIES	Credit	-76,18,008
RO Lucknow	18280 COIN ADJUSTMENT	Credit	-13,465
RO Lucknow	19400 ADVANCE FROM CUSTOMER	Credit	-31,99,50,854
RO Lucknow	RECOVERIES - PAYROLL	Credit	-9,500
RO Lucknow	SALARIES AND WAGES UNPAID	Credit	-21,156
RO Lucknow	UNPAID TRAVELLING ALLOWANCE	Credit	-57,052
RO Chennai	18210 OTHER PAYABLES	Credit	-3,56,824
Ro Bengaluru	18260 MISC. LIABILITIES	Credit	-56,07,014
BGP	14502 LIABILITY FOR OTHER FIN.-PAYROLL	Credit	-1,87,27,969
BGP	145.02 LIABILITY FOR OTHER FIN MISC	Credit	-3,94,27,517
BGP	147.05 OTHER DEPOSITS	Credit	-4,24,53,800
BGP	14702 SEC DEP BLDG CONTRACTORS	Credit	-3,00,76,482
BGP	147.01 DEPOSIT FROM SUPPLIERS	Credit	-25,000
BGP	147.04 DEPOSIT TOWARDS RENT	Credit	-4,39,13,264
BGP	14601 Advance Recd. - Defence	Credit	-21,10,169
BGP	14601 Advance Recd. - Others	Credit	-3,22,38,978
BGP	Salary Payable	Credit	-7,39,26,106
BGP	14509 CONTRACTOR LIABILITY CIVIL & OTHERS	Credit	-5,88,46,829
BGP	Salaries Recoveries	Credit	-2,03,37,545
BGP	145.08 OTHER LIABILITIES-OTHERS	Credit	-1,47,27,010
BGP	PL Encashment Liability for MKP	Credit	-22,16,605
BGP	PL Encashment for Naini	Credit	-4,60,943
BGP	14106 Exp. & Services Other	Credit	-1,41,540
BGP	22506 TA ADVANCE SALARY RECOVERY	Credit	-73,609
BGP	226.06 ADV RECOVERABLE- OTHER MISC. REC.	Credit	-1,22,091
BGP	22506 TA Advance 4 G BGP	Credit	-32,646
BGP	22510 TA/DA ASCON PHASE 4	Credit	-3,408
NSU	14245-Security Deposit Recd.- Appren.	Credit	-19,083
NSU	14750-EMD Cabal Laying	Credit	7,38,787
NSU	14702-Security Deposit-Cable Laying	Credit	-57,35,141
NSU	14723-Security Deposit ASCON IV	Credit	-3,25,86,320
RO Bhubaneswar	RECOVERIES OF TDS (I.TAX) FROM SUPPLIERS	Debit	2,60,003
RO Bhubaneswar	SECURITY DEPOSIT FOR SALES TAX APPEAL FEES	Debit	7,90,538
RO Bhubaneswar	TAX DIFFERENCE AMOUNT REOVERABLE FROM CUSTOMER	Debit	28,925

Ro Hyderabad	28570 EMD RECEIVABLE	Debit	53,67,767
Ro Kolkata	ADVANCE TO SUPPLIERS(PRIOR TO 31.03.2020)	Debit	10,75,928
RO Delhi	28570 EMD RECEIVABLE (DELHI)	Debit	1,72,26,379
RO Delhi	28312 STAFF IMPREST ADVANCE & LOANS	Debit	1,95,330
RO Delhi	28315 TA RECOVERABLE	Debit	2,36,809
RO Delhi	28316 OTHER ADVANCE RECOVERABLE (ANNUAL ADVANCE)	Debit	2,42,000
RO Delhi	28570 EMD RECEIVABLE (BHOPAL)	Debit	4,58,123
RO Delhi	29100 SECURITY DEPOSITS (BHOPAL)	Debit	74,636
RO Delhi	29100 SECURITY DEPOSITS (DELHI)	Debit	3,57,020
RO Lucknow	RECOV.OF TA EXP-RLY-F	Debit	16,78,207
RO Lucknow	28313 SALARY ADVANCE	Debit	87,320
RO Lucknow	28315 TA RECOVERABLE	Debit	5,482
RO Lucknow	28316 OTHER ADVANCE RECOVERABLE	Debit	1,01,853
RO Lucknow	ADVANCE RECOVERABLE SERVICES	Debit	24,000
RO Lucknow	ADVANCE TOWARDS PURCHASES-ROS	Debit	1,99,65,600
RO Lucknow	SECURITY DEPOSITE FDR/BG	Debit	1,85,58,655
RO Lucknow	SECURITY DEPOSIT PAID ACCOUNT	Debit	25,21,137
RO Lucknow	SGPGI-SD	Debit	15,38,300
RO Lucknow	PAY AEAR DUE FROM HQ	Debit	81,596
Ro Bengaluru	29100 SECURITY DEPOSITS	Debit	49,584
BGP	21872 CLAIMS RENT SHOPS & BLDG.	Debit	10,94,22,102
BGP	225.05 ADV.TO CONTRACTORS	Debit	4,71,49,437
BGP	228.01 CLAIMS AND EXPENSES RECOV INLAND	Debit	3,44,48,482
BGP	230.04 SECURITY DEPOSIT PAID ACCOUNT	Debit	3,67,30,470
BGP	225.07 OTHER ADVANCE RECOV. BGP	Debit	2,35,76,835
BGP	21871 CLAIMS RENT QTRS.	Debit	4,32,08,995
BGP	228.01 Electricity Data Centre	Debit	9,40,243
BGP	230.03 DEPOSIT PAID-OTHERS (EMD)	Debit	68,95,846
BGP	22507 OTHER ADVANCE RECOV. BGP PI	Debit	31,29,927
BGP	22507, OTHER ADVANCE ASCON 4	Debit	18,74,820
BGP	22801 Stipend Claims	Debit	29,76,528
BGP	22801 South Western Rly Leased Rent	Debit	21,27,813
BGP	22801 Recoverable UTSTARCOM NGN Mfg.	Debit	10,67,771
BGP	22801 RECOVERABLE FROM SSTPL - SAAS AADHAR	Debit	29,500
BGP	22506 TA Adv. BGP VUSS MUSS	Debit	9,09,826
BGP	21873 CLAIM GROUND RENT	Debit	24,32,233
BGP	235.00 Prepaid Expenses	Debit	9,98,922
BGP	23005 VAT Input Credit Revenue	Debit	6,65,486
BGP	22513 MECHNOLINC WELDERS	Debit	5,00,000
BGP	23303 Excise Duty Deposit A/c	Debit	4,27,401
BGP	231.01 Deposit Towards Custom Duty	Debit	3,65,627
BGP	14301 KARNATAKA SALES TAX PAYABLE	Debit	3,53,690
BGP	226.13 OTHER ADVANCES RECOVERABLE	Debit	16,20,479
BGP	230.03 DEPOSIT PAID-OTHERS (EMD)	Debit	68,95,846
BGP	21873 CLAIMS GROUND RENT GST B2B	Debit	2,94,519
BGP	222.00 Imprest Account	Debit	2,55,489
BGP	226.03 ADV RECOVERABLE- FESTIVAL ADVANCE	Debit	5,74,800
BGP	22506 TA/DA ASCON PHASE 4	Debit	38,086
BGP	226.05 ADV RECOVERABLE- CYCLE ADVANCE	Debit	30,000
BGP	225.20 CANTEEN ADVANCE RECOVERABLE	Debit	240
BGP	22506 TA Advance BGP	Debit	71,960
NSU	23004-Other Deposits	Debit	3,23,637
NSU	23034-Other Deposit-EMD	Debit	51,89,911
NSU	23044-Security Deposit-KuBand	Debit	19,99,823

ANNEXURE-B REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT TO THE MEMBERS OF ITI LIMITED

As referred to in paragraph 2 of the section on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of the ITI Limited on the CFS for the year ended March 31, 2025, subject to the possible effects of the matters described in the section on 'Basis for Disclaimer of Opinion' and Annexure C on the internal controls over financial reporting, we report, based on the information and explanations provided to us, that:

1	a)	(A)	The Company has not maintained adequate records showing full particulars, including quantitative details, location, asset transfers between units and asset coding system of PPE. The amounts reported under gross block and accumulated depreciation in the said note were pending reconciliation with general ledger including depreciation calculations/salvage value. Land records at various divisions/units need to be reconciled with respective documents held at corporate office/respective divisions/units and with respective asset registers, pending which we are unable to report on matters contained in paragraph 3(i)(a)(A) of the Order. Refer details listed in footnote to note 1 and 3 to CFS.
		(B)	The Company did not have any intangible asset with positive written-down value as at March 31, 2025, subject to our comments in para 10 of the section 'Basis for Disclaimer of Opinion'. Accordingly, reporting on matters contained in paragraph 3(i)(a)(B) of the Order cannot be made.
	b)		As reported in para 6 of the section 'Basis for Disclaimer of Opinion', we have not been furnished records in support of physical verification of PPE wherever carried out during the year and the immediate previous year. Further, the company has not carried out substantially physical verification of PPE at its major units, and accordingly, we are unable to comment on matters contained in paragraph 3(i)(b) of the Order.
	c)		Reference is invited to footnotes to notes 1 and 3, note 31(11)(b) and 31(20) to CFS which includes certain observations of the Management regarding incomplete land records which are under reconciliation with relevant documents/records and certain lease agreements executed by/ in favour of the Company are pending documentation/renewal. Accordingly, we are unable to comment on matters required in paragraph 3(i)(c) of the Order. Based on available information, title deeds of certain immovable properties detailed below were not held in the name of the Company are furnished below:

Description of the Property	Gross carrying value (Rs. In lakhs)	Held in the name of	Whether promoter director of their relative or their employee	Period held – Indicate range, where appropriate	Reason for not being held in name of company (also indicate if in dispute)	Unit
Land	6,090.31	Title resumed by the Government of Kerala	No	Over 10 years	Company has disputed the resumption	Palakkad
Land	9,282	Absolute Sale Deed not yet executed	No	Over 10 years	Pending	Naini
Land	11,620	Absolute Sale Deed not yet executed	No	Over 10 years	Pending due to non-submission of proof of compensation paid by ITI Limited to the landowners at the time of land acquirement(as furnished by the company)	Raebareli
Land	Not ascertainable	Absolute Sale Deed not yet executed	No	Over 10 years	Out of 191.03 acres of land purchased from private owners, title deed for 41.77 acres land are not available with the management. (as reported by the Company)	Mankapur

The Company operates its business across various Units/ Regional Offices('RO')/Marketing, Services and Projects centers('MSP'). Comprehensive data regarding the land and building for those offices were not furnished to us specifying own/lease land/premises, in the absence of which we are unable to comment on the compliance of the said clause in respect of those offices.

d) The Company has not revalued any of its PPE (including Right of Use assets) or intangible assets or both during the year. Accordingly, reporting on matters contained in paragraph 3(i)(d) of the Order is not applicable.

e) There are no proceedings that have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting on matters contained in paragraph 3(i)(e) of the Order is not applicable.

2. a) The Company did not carry out comprehensive physical verification of inventories covering all categories. We are unable to comment on matters contained in paragraph 3(ii)(a) of the Order.

b) In the absence of data of inventories, sales, debtors, production and other details as of quarter ends being furnished to us by the Company, the same could not be compared with the corresponding data furnished by it to its banks where working capital facilities have been availed. Accordingly, we are unable to comment on matters contained in paragraph 3(ii)(b) of the Order.

3. During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Accordingly, reporting on matters contained in paragraph 3(iii)(a) to (f) are not applicable.

4. The Company has not granted any loans, made investments or provided any guarantees covered by the provisions of sections 185 and 186 of the Act. Accordingly, reporting on matters contained in paragraph 3(iv) are not applicable.

5. The Company has not accepted any deposits as applicable under the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of the Act and rules framed under. The Company based on its internal assessment that amounts due on account of retention money/other deposits on its various projects are covered under exempted deposits and accordingly, comply with section 73 to 76 of the Act. Reference to paragraph 27 of 'Basis for Disclaimer of Opinion', regarding share application money received by the Company and not allotted within the prescribed timelines in terms of the relevant provisions of the Act due to which we are unable to ascertain if these share application monies was to be treated as deposits under the said provisions of the Act. In the absence of clear ageing/documentation/reasons of non-repayment by the Company, we are unable to comment on such compliance. Hence, reporting under paragraph 3(v) of the Order could not be commented upon.

6. Maintenance of cost records have been prescribed by the Central Government under section 148(1) of the Act. In the absence of the necessary information, we are unable to comment whether such accounts and records have been made and maintained for the year under review.

7. a) The Company is not regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the respective appropriate authorities during the year. Arrears of such outstanding statutory dues as on the last day of the financial year for a period of more than six months from the date they became payable (to the extent ascertained from the Company's records pending reconciliation) are furnished below.

Unit	Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Due Date	Date of Payment
RO - Delhi (Delhi)	Employees Provident Fund Act, 1952	PF	6.7	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Employees Provident Fund Act, 1952	PF	144.77	2024-25 & Prior	Unascertainable	Unascertainable
RO - Lucknow	Employees Provident Fund Act, 1952	PF	79.09	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bhubaneshwar	Employees Provident Fund Act, 1952	PF	14.58	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Employees Provident Fund Act, 1952	PF	5.64	2024-25 & Prior	Unascertainable	Unascertainable
RO - Kolkata	Employees Provident Fund Act, 1952	PF	6.26	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Employees Provident Fund Act, 1952	PF	416.27	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Employees Provident Fund Act, 1952	PF	687.43	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Employees Provident Fund Act, 1952	PF	2,754.22	Unascertainable	Unascertainable	Unascertainable
Mankapur Unit	Employees Provident Fund Act, 1952	PF	3,153.04	Unascertainable	Unascertainable	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	24.83	Mar-23	15-Apr-23	Unascertainable

Palakkad Unit	Employees Provident Fund Act, 1952	PF	28.11	Apr-23	15-May-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	28.34	May-23	15-Jun-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.35	Jun-23	15-Jul-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.54	Jul-23	15-Aug-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.67	Aug-23	15-Sep-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.33	Sep-23	15-Oct-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.2	Oct-23	15-Nov-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.78	Nov-23	15-Dec-23	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.18	Dec-23	15-Jan-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	24.98	Jan-24	15-Feb-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.18	Feb-24	15-Mar-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	27.07	Mar-24	15-Apr-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	27.23	Apr-24	15-May-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	26.79	May-24	15-Jun-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.06	Jun-24	15-Jul-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.32	Jul-24	15-Aug-24	Unascertainable
Palakkad Unit	Employees Provident Fund Act, 1952	PF	25.01	Aug-24	15-Sep-24	Unascertainable
Rae Bareli Unit	Employees Provident Fund Act, 1952	PF	5,225.00	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Employees Provident Fund Act, 1952	PF	56.78	Unascertainable	Unascertainable	Unascertainable

Srinagar Unit	Employees State Insurance Act, 1948	ESI	0.08	Unascertainable	Unascertainable	Unascertainable
NSU	Employees State Insurance Act, 1948	Interest payable on ESI	5.54	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Central Excise Act, 1944	Excise Duty	0.44	Unascertainable	Unascertainable	Naini Unit
RO - Lucknow	GST Acts and rules made thereunder	TDS on GST	171.9	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bengaluru	GST Acts and rules made thereunder	TDS on GST	0.17	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	GST Acts and rules made thereunder	TDS on GST	0.35	2024-25 & Prior	Unascertainable	Unascertainable
NSU	GST Acts and rules made thereunder	TDS on GST	814.62	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	GST Acts and rules made thereunder	TDS on GST	62.14	Unascertainable	Unascertainable	Unascertainable
NSU	GST Acts and rules made thereunder	Interest payable on GST	14.51	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Income Tax Act, 1961	Interest payable on TDS	8.63	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	PT Acts and rules made thereunder	PT	0.01	2024-25 & Prior	Unascertainable	Unascertainable
NSU	PT Acts and rules made thereunder	PT	0.14	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Unascertainable	Rajasthan Tax	0.12	2018-19 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Service Tax Act, 1994	Service Tax	83.03	2018-19 & Prior	Unascertainable	Unascertainable
RO - Lucknow	Income Tax Act, 1961	TCS	0.02	2023-24	Unascertainable	Unascertainable
RO - Bhubaneshwar	Income Tax Act, 1961	TCS	0.07	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TCS	0.1	2024-25 & Prior	Unascertainable	Unascertainable
NSU	Income Tax Act, 1961	TDS	41.19	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Income Tax Act, 1961	TDS - 194 C	0.38	2024-25 & Prior	Unascertainable	Unascertainable
RO - Delhi (Delhi)	Income Tax Act, 1961	TDS - 194 J	23.93	2024-25 & Prior	Unascertainable	Unascertainable
RO - Lucknow	Income Tax Act, 1961	TDS - 194 C	94.45	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bhubaneshwar	Income Tax Act, 1961	TDS - 194 H	0.01	2024-25 & Prior	Unascertainable	Unascertainable
RO - Bengaluru	Income Tax Act, 1961	TDS - 194 Q	0.00389	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Income Tax Act, 1961	TDS - 194 C	0.05	2024-25 & Prior	Unascertainable	Unascertainable
RO - Hyderabad	Income Tax Act, 1961	TDS - 192 B	0.24	2024-25 & Prior	Unascertainable	Unascertainable

NSU	Income Tax Act, 1961	TDS - 194 Q	27.61	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 Q	2.61	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 J	29.51	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 C	8.91	2024-25 & Prior	Unascertainable	Unascertainable
BGP	Income Tax Act, 1961	TDS - 194 H	0.0027	2024-25 & Prior	Unascertainable	Unascertainable
Naini Unit	Income Tax Act, 1961	TDS	152.65	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Income Tax Act, 1961	TDS - 194 C	0.39	Unascertainable	Unascertainable	Unascertainable
Srinagar Unit	Income Tax Act, 1961	TDS - 192 B	0.17	Unascertainable	Unascertainable	Unascertainable

The above data is subject to our comments in paragraph 20 of the section on 'Basis for Disclaimer of opinion', wherein we have reported that the Company had not reconciled its books of account with its GST returns filed across all its registrations. The Company has netted off the GST payable accounts with GST input credit accounts and a net position pertaining to GST payable/receivable across all units/ divisions/ corporate office has been disclosed in the CFS vide note 10 to CFS. Accordingly, we are unable to ascertain registration wise closing GL balances. Further, GST payable on advances received by the Company on account of services, for the reasons stated could not be ascertained.

All the above undisputed statutory dues are furnished to the extent identified/ ascertained and pending reconciliation of documents/ orders/ demand notices across all units/ RO/ Corporate office and pending reconciliation with the contingent liability disclosure vide note 31(11) to CFS and accordingly we could not independently validate the above said data regarding correctness/completeness.

b) According to the records of the Company, the following statutory dues were outstanding on account of disputes:

Unit	Name of the statute	Nature of dues	Amount in Rs. Lakhs (As on 31.03.2025)	Period to which the dispute relates	Forum where the dispute is pending
BGP	Central Excise Act, 1944	Nil rate of duty availed on Software disputed by CE dept (Net of Pre deposit Rs 200.00 lakhs)	637	2003-2005	Custom Excise & Service Tax Appellate Tribunal
BGP	Central Excise Act, 1944	ED Demanded on R&D prototype modules for field trail. Stay extended (net of pre deposit Rs 30.00 lakhs)	299	2006-07	Custom Excise & Service Tax Appellate Tribunal
BGP	Central Excise Act 1944	CENVAT Credit	376	2007-2008	Custom Excise & Service Tax Appellate Tribunal
MKP	UP VAT	Sales Tax	264.89	1986-1989	UP Government
MKP	UP VAT	Sales Tax	15.32	1989-1996	UP Government
MKP	Finance Act, 1994	Service Tax	6,456.79	2009-10 to 2013-14	CESS Tax, Allahabad
MKP	Goods and Service Tax Act, 2017	GST	570.08	2017-18 & 2022-23	Odhisha, Jharkand & Kolkata
MKP	Sales Tax Act	Sales Tax	442.89	Data not available	Data not available
NNI	Central Sales Tax (CST)	Demand of other dues and Additional Tax against FORM 'C'	1,013.98	2005-2006	Joint Commissioner (Appeals), Commercial Tax, Allahabad
NNI	Central Sales Tax	Demand of Additional Tax against FORM 'C'	2.64	2007-08	Additional Commissioner (Appeals), Commercial Tax, Allahabad
NNI	CST/ UPVAT/Entry Tax	Demand of other dues	9.23	2008-09	Addl Commissioner, (Appeals), Commercial Tax, Allahabad

NNI	Central Sales Tax	Demand of other dues and Additional Tax against FORM 'C'	2.12	2009-10	Deputy Commissioner, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of other dues and Additional Tax against FORM 'C'	60.57	2010-11	Additional Commissioner (Appeals), Commercial Tax, Allahabad
NNI	CST	Demand of other dues and Additional Tax against FORM 'C'	10.96	2011-12	Tribunal, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of other dues and FORM 'C'	146.75	2012-13	Deputy Commissioner Sector 14, Commercial Tax, Allahabad
NNI	CST/ UPVAT	Demand of Tax	86.75	2013-14	Deputy Commissioner Sector 14, Commercial Tax, Allahabad
PKD	Service Tax	Service Tax	109.44	2010-2011	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	140.34	2011-2012	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	161.27	2011-2012	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	2.76	2012-2013	CESTAT, Bengaluru
PKD	Service Tax	Service Tax	2.69	2012-2013	CESTAT, Bengaluru
PKD	CST	Sales Tax	28.04	2001-02	High Court, Ernakulam
PKD	CST	Sales Tax	504.13	2003-04	KVAT Tribunal, Palakkad
PKD	Customs, Central Excise & Service Tax	Service Tax	143.42	2016-17 & 2017-18	Commissioner Appeals, Kochi
PKD	Customs, Central Excise & Service Tax	Service Tax	3.93	Apr 2015 to Jun 2 2017	Commissioner Appeals, Kochi
PKD	Goods & Service Tax	Goods & Service Tax	1855.77	2019-2020	Commissioner Central Tax & Central Excise, Calicut
PKD	Goods & Service Tax	Goods & Service Tax	7,054.14	2017-2018 &2018-2019	Commissioner Appeals, Kochi
RBL	Sales Tax Act	Sales Tax	122.53	2010-11	Trade Tax Tribunal, Lucknow
RBL	Sales Tax Act	Sales Tax	87.39	2014-15	Trade Tax Tribunal, Lucknow
RO BG	Kerala VAT Act, 2003	Turnover Suppression	26.47	2014-15	Commercial Tax Officer, Thirpunithura
RO BG	Kerala VAT Act, 2003	Turnover Suppression	48.92	2013-14	Appellate Assistant Commissioner, Commercial Taxes, Ernakulam
RO BG	Service Tax	Non-payment of Service Tax on Royalty payments received	44.78	2014-15	Commissioner of Central Excise
RO BG	Kerala VAT Act, 2003	Turnover suppression	65.87	2012-13 to 2014-15	Dy Commr (Appeals) - Commercial Tax, Ernakulam
SNR	Sales Tax Act	Sales Tax	733.36	1987-88 to 1989-90,1996-97,1999-00, 2002-03	High Court, J & K
RO BBSR	Sales Tax	Sales Tax	226.05	2013-14	Commissioner of Sales Tax Bhubaneshwar
RBL	Goods & Service Tax	EXCESS ITC of GST CLAIMED	1,634.03	2017-18	High court -Lucknow
RBL	Goods & Service Tax	EXCESS ITC of GST CLAIMED	225.46	2017-18	High court -Lucknow

PKD	Goods & Service Tax	Goods & Service Tax	928.37	2017-18,2018-19,2019-20,2020-21,2021-22,2022-23 & 2023-24	Additional Director of the DGGI (Mumbai Zonal Unit), Kerala.
RO LKN	Sales Tax Act	Non receipt of C/D forms	24	Data not available.	Data not available.
NNI	Sales Tax Act	Non receipt of C/D forms	1537.98	Data not available.	Data not available.
RBL	Sales Tax Act	Non receipt of C/D forms	2838.92	Data not available.	Data not available.
RBL	Sales Tax Act	Sales Tax	85.17	2017-18	Data not available.
CRP	Income Tax	Income Tax	691.72	2017-18	Commissioner of Income Tax

i. All the above disputed statutory dues are furnished to the extent identified/ ascertained and pending reconciliation of documents/ orders/ demand notices across all units/ RO/ Corporate office and pending reconciliation with the contingent liability disclosure vide note 31(11) to CFS and accordingly we could not independently validate the above said data regarding correctness/completeness.

8. There are no transactions which are not recorded in the books of account, which were surrendered or disclosed as income during the year in the tax assessments in the Income Tax Act, 1961 (43 of 1961).

9. a) The Company has not defaulted in the repayment of borrowings or payment of interest thereon to banks. However, the Company has defaulted in repayment of instalments as detailed below:

Nature of borrowing	Name of lender	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Term Loan	GOI, Ministry of Communications & IT Dept. of Telecommunications	Rs. 12,000 Lakhs (Principal) and Rs. 3,004.76 Lakhs (Interest – to the extent determined)	Both Principal and Interest	Upto 1095 days	NA

b) The Company has not been declared a willful defaulter by any bank or financial institution or other lender.

c) The Company has not taken any term loans from banks during the year. Accordingly, reporting on matters contained in paragraph 3(ix)(c) of the Order is not applicable.

d) On an overall examination of the CFS as at March 31, 2025 of the Company, Company has used Rs. 1,06,043.01 lakhs funds raised on short term basis to finance long-term assets of the company. We further draw attention to Note 31 to FS where in the current ratio of the Company is less than 1 (being 0.88), which is also an indication that short-term funds have been used to finance long-term assets of the company.

e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The Company had no subsidiaries or joint ventures. Accordingly, reporting on matters contained in paragraph 3(ix)(e) of the Order is not applicable.

f) The Company has not raised loans during the year on the pledge of securities held in its associate company. The Company had no subsidiaries or joint ventures. Accordingly, reporting on matters contained in paragraph 3(ix)(f) of the Order is not applicable.

10. A a) The Company has not raised any monies during the year by way of initial or further public offer (including debt instruments). Accordingly, reporting on matters contained in paragraph 3(x)(a) of the Order is not applicable.

b) The Company has received share application money of Rs. 5,900 lakhs from the Government of India on private placement basis as detailed in note 31(15) of CFS. The provisions of sections 42 and 62 of the Act have not been complied with as reported in paragraph 27 of the section 'Basis for Disclaimer of Opinion'. This money was pending deployment for the intended purpose as at year end.

11. a) As represented to us, no material fraud by or on the Company has been noticed or reported during the year. Attention is invited to paragraph 25 of the section 'Basis for Disclaimer of Opinion' regarding alleged irregularities observed in the receipt of the MOU referred to in the said note as well as in the WOs issued and cancelled by the Company on certain vendors in terms of an inter-office memo from the CVO to CMD dated July 25, 2023.

b) No report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

c) Management has represented to us that there were no whistleblower complaints received by the Company during the year. However, this was not supported by records or certificates to the said effect from the relevant whistle blower redressal authorities, both at head office and units. Accordingly, we are unable to comment on matters contained in paragraph 3(xi)(c) of the said Order.

12. In our opinion the Company is not a Nidhi Company. Accordingly, reporting on matters contained in paragraph 3(xii) (a) to (c) of the said Order are not applicable.

13. The Company, being a Government Company, is exempted from the provisions of sections 177 and 188 of the Act, relating to transactions with other government companies in terms of MCA Notification No. GSR 463 (E) dated 05th June 2015. There were no transactions during the year with India Satcom Private Limited. Refer to note 31(6) of CFS Accordingly, reporting on matters contained in paragraph 3(xiii) of the Order is not applicable.

14. a) In our opinion, the Company's internal audit system is not commensurate with the size and nature of its business and needs strengthening.

    b) The internal audit reports have not been received by us and accordingly not considered.

15. The Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, reporting on matters contained in paragraph 3(xv) of the said Order is not applicable.

16. a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting on matters contained in paragraph 3(xvi)(a) to (c) of the Order is not applicable.

    b) In our opinion, there is no core investment company within the Group, as defined in the Core Investment Companies (Reserve Bank) Directions, 2016 and accordingly, reporting on matters contained in paragraph 3(xvi)(d) of the Order is not applicable.

17. The Company has incurred cash losses in the financial year and in the immediately preceding financial year amounting to Rs. 14,568.77 lakhs and Rs. 51,579.74 lakhs respectively.

18. There is no resignation of statutory auditors during the year. Accordingly, reporting on matters contained in paragraph 3(xviii) of the Order is not applicable.

19. Attention is invited to note 31(4) to CFS regarding the same prepared on a going concern basis and our comments as detailed under the heading "Material Uncertainty on Going Concern", notwithstanding that the Company has incurred losses during the current year and immediately preceding year, has significant liabilities to be discharged and its current ratio also being less than one. Further, K.V. Narasimhan & Co., Chartered Accountants of India Satcom Limited, have commented on the going concern of the said company is subject to the sanctioning of the plan applied for by the said company as also to the commercialization of the payment gateway software.

20. The Company has incurred losses in terms of section 198 of the Act for the immediately preceding three financial years. Accordingly, since there were no profits in such years, section 135 of the Act is not applicable. Accordingly, reporting on matters contained in paragraph 3(xx)(a) & (b) are not applicable.

21. The Company has an associate company wherein it holds 49.06% of equity share capital which is included in the consolidated financial statements. However, there were no qualifications or adverse remarks by the respective auditor in the Companies (Auditor's Report) Order (CARO) reports of the associate company. Accordingly, reporting on matters contained in paragraph 3(xxi) of the said Order are not applicable.

For B.K. RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN: 25212013BMLXLU3163

Place: Bengaluru
Date: June 13, 2025

Annexure - C referred to in Paragraph 2 (f) under the heading "Report on other legal and regulatory requirements" of our report to the members of ITI Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We were engaged to audit the internal financial controls over financial reporting of ITI Limited ("the Company") as of March 31, 2025, in conjunction with our audit of the CFS of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit conducted in accordance with the Guidance Note and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI.

Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of CFS for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of CFS in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the CFS.

Disclaimer of Opinion

According to the information and explanation given to us, the Company has neither established nor tested its internal financial control over financial reporting on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2025.

For B K Ramadhyani & Co. LLP
Chartered Accountants
FRN: 002878S/ S200021

(Vasuki H S)
Partner
Membership No: 212013
UDIN: 25212013BMLXLU3163

Place: Bengaluru
Date: June 13, 2025

"ANNEXURE D" TO INDEPENDENT AUDITOR'S REPORT

Observations sequel to directions issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013 indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of ITI Limited (Standalone) for the year 2024-25 ('Directions'), which are to the best of our knowledge and relying on the information and explanations given to us:

Sl. No.	Areas Examined	Auditors' Observations
1.	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements	A. The Company has set up two trusts for administration of post retirement benefits of its employees- Provident fund and Gratuity. B. The financial statements of the two trusts for the year have not been furnished to us. C. Management has represented to us that the investments of both the trusts have been recognized at cost and their fair valuation has not been evaluated. D. Accordingly, no comments can be made about the valuation approach, their reasonability, compliance with applicable regulations and whether there are any material deviations/ misstatements.
2.	Whether the company has system in place to process all the accounting transitions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The Company's accounting transactions are maintained on Tally Prime/ IMMS. Transactions relating to maintenance of asset (PPE) records, inventory, payroll, materials management, invoicing and billing are maintained in excel sheets at certain units and are susceptible to unauthorized changes and alterations. We are unable to comment on the integrity of these records maintained in excel or in other software without requisite audit trails/ edit logs. Reference is invited to para 2 of the section 'Basis for disclaimer of opinion' and para 2(j)(vi) of the section on 'Report on legal and regulatory matters'
3.	Whether funds (grants/subsidy etc) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for /utilized as per applicable accounting standards or norms and whether the received funds were utilized as per its term and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	The Company received an aggregate sum of Rs. 4,496.42 lakhs in prior years as grant from the Central Government and has been disclosed in Note 13 to the CFS. We have not received requisite information as to whether this amount has been held in an escrow account/ lien free deposit as at year end, pending utilization. Pending receipt of the grant order received in prior years and the account in which the unutilized funds have been held, we are unable to comment whether the accounting of interest on grants received has been done as per terms and conditions of the grant.
4.	Whether the Company has identified the key Risks areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	Management has represented to us that it has implemented a comprehensive Risk Management Policy to identify, assess, and mitigate key risk areas across the organization and that the framework operates at four levels: 1) URMC - Unit Level Risk Management Committee 2) ERMSC - ERM Steering Committee 3) ERMGC - Enterprise Risk Management Governing Committee or RMC -Risk Management Committee 4) ERM Board Level. However, copies of these policies and the minutes of the meetings of the relevant committees have not been furnished to us and accordingly no comments can be made in respect of matters sought in the Directions.
5.	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	Reference is invited to paragraphs 26 and 27 of the section on 'Basis for Disclaimer of Opinion' regarding non-compliance with SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations and certain provisions of the Act. Management has not furnished us any details of any mechanisms established by it for monitoring compliance with various applicable rules and regulations (including checklists of regulations to be complied with, their periodicity, person(s) responsible for furnishing them, central coordinator who collects such data from individuals responsible, collates them and ensures their consistency and integrity including their reporting. Accordingly, we are unable to highlight any deviations from the rules and regulations of the authorities detailed in the Directions.

For B.K. RAMADHYANI & CO LLP
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA Vasuki H S)
Partner
Membership No. 212013
UDIN: 25212013BMLXLU3163

Place: Bengaluru
Date: June 13, 2025

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT 2013, ON THE STANDALONE FINANCIAL STATEMENTS OF ITI LIMITED FOR THE YEAR ENDED 31st MARCH 2025

The preparation of Standalone Financial Statements of ITI Limited for the year ended 31st March 2025 in accordance with the financial reporting framework prescribed under the Companies Act 2013 (the Act) is the responsibility of the Management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act is responsible for expressing the opinion on the Financial Statements under Section 143 of the Act based on Independent audit it in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 13th June 2025

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143 (6) (a) of the Act of the Financial Statements of ITI Limited, Bengaluru for the year ended 31 March 2025. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the statutory Auditors and Company Personnel, and a selective examination of some of the accounting records.

On the basis of my supplementary audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's report under section 143 (6) (b) of the Act.

For and on behalf of the
Comptroller & Auditor General of India

(Khalid Bin Jamal)
Director General of Audit
(Finance & Communication)

Place: Delhi
Date: 17.09.2025

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) READ WITH SECTION 129 (4) OF THE COMPANIES ACT 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF ITI LIMITED FOR THE YEAR ENDED 31st MARCH 2025

The preparation of Consolidated Financial Statements of ITI Limited for the year ended 31st March 2025 in accordance with the financial reporting framework prescribed under the Companies Act 2013 (the Act) is the responsibility of the Management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) read with Section 129 (4) of the Act is responsible for expressing the opinion on the Financial Statements under Section 143 read with section 129 (4) of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 13.06.2025

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of ITI Limited for the year ended 31 March 2025 under section 143 (6) (a) read with Section 129 (4) of the Act. We conducted supplementary audit of the financial statements of ITI Limited. but did not conduct supplementary audit of the financial statements of India Satcom Limited (jointly controlled entity) for the year ended on that date. Further, Section 139 (5) and 143 (6) (a) of the Act are not applicable to India Satcom Limited being a private entity, under the respective laws for the appointment of their Statutory Auditor and for conduct of supplementary audit. Accordingly, Comptroller and Auditor General of India has neither appointed the Statutory Auditors nor conducted the supplementary audit of this Company. This supplementary Audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the statutory Auditors and Company Personnel, and a selective examination of some of the accounting records.

On the basis of my supplementary audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's report under section 143 (6) (b) of the Act.

For and on behalf of the
Comptroller & Auditor General of India

(Khalid Bin Jamal)
Director General of Audit
(Finance & Communication)

Place: Delhi
Date: 17.09.2025

PRODUCTS & SERVICES OF ITI LIMITED

Partner In Nation Building Since 1948

ITI LIMITED
(A Government of India Undertaking)

Partner In Nation Building Since 1948

ITI LIMITED
(A Government of India Undertaking)

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